

SESSION OF 2007

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2109

As Recommended by House Committee on
Insurance and Financial Institutions

Brief*

HB 2109 would amend the preparation and filing of certain reports by insurance companies with the Insurance Department. The bill updates from December 31, 2005 to December 31, 2006, the risk-based capital (RBC) instructions, including formulas, developed by the National Association of Insurance Commissioners (NAIC) that insurance companies must use in preparing their financial reports for the Department.

Background

HB 2109 was requested by the Insurance Commissioner whose representative indicated that the risk-based capital instructions, including formulas, are amended each year to address a variety of matters, as well as any modifications or adjustments to the formulas. The bill was supported by the Kansas Association of Property and Casualty Insurance Companies and the Kansas Life Insurance Association.

The fiscal note prepared by the Division of the Budget indicates that passage of the bill would have no fiscal effect.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>