

SESSION OF 2008

**SUPPLEMENTAL NOTE ON  
SUBSTITUTE FOR HOUSE BILL NO. 2505**

As Recommended by House Committee on  
Insurance and Financial Institutions

**Brief\***

Sub. for HB 2505 would amend a statute governing the unearned premium reserves of title insurance companies. The bill would remove a requirement that a foreign title insurance company maintain unearned premium reserves in an amount no less than the amount that would be required of a domestic title insurance company.

**Background**

Current law requires foreign title insurance companies (companies not domiciled in Kansas) transacting business in Kansas to compute their unearned premium reserve as prescribed or permitted under the laws of the state in which the company is domiciled and to maintain unearned premium reserves in an amount equal to (or higher than) a domestic title insurance company.

The House Committee on Insurance and Financial Institutions recommended the introduction of a substitute bill. The substitute deletes the contents of HB 2505 and inserts the provisions of HB 2865 (as recommended by the House Committee). The original bill would have amended the Insurance Code to require reimbursement for services rendered by certain professionals licensed by the Behavioral Sciences Regulatory Board.

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\*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>

The fiscal note prepared by the Division of the Budget on the content of the provisions included in the substitute bill states the Kansas Insurance Department indicates there would be no fiscal effect associated with the enactment of the bill because so few companies would be affected, the agency's responsibilities would not be noticeably reduced.