phone: 785-296-2436 fax: 785-296-0231 budget.director@budget.ks.gov

Sam Brownback, Governor

Jon Hummell, Interim Director

February 7, 2014

The Honorable Scott Schwab, Chairperson House Committee on Insurance Statehouse, Room 151-S Topeka, Kansas 66612

Dear Representative Schwab:

SUBJECT: Fiscal Note for HB 2513 by House Committee on Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2513 is respectfully submitted to your committee.

Under current law, there is a cap of \$100,000 on the amount of examination fees and expenses that insurance companies having \$200.0 million or more in gross premium can pay for examinations conducted by outside consultants on behalf of the Insurance Department. HB 2513 would increase the cap to \$150,000.

According to the Kansas Insurance Department, enactment of HB 2513 would have no fiscal effect on the agency. These companies would pay the additional fees to the outside consultants.

Sincerely,

Jon Hummell,

Interim Director of the Budget

cc: Zac Anshutz, Insurance Department