Adam Proffitt, Director



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Laura Kelly, Governor

February 15, 2021

The Honorable Brenda Landwehr, Chairperson House Committee on Health and Human Services Statehouse, Room 352C-S Topeka, Kansas 66612

Dear Representative Landwehr:

SUBJECT: Fiscal Note for HB 2254 by House Committee on Health and Human Services

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2254 is respectfully submitted to your committee.

Under current law, prearranged funeral agreements allow installment contracts for the purchase of group life insurance at rates approved "from time to time" by the Insurance Commissioner. In addition, the agreement is irrevocable as to the retail price of a casket, urn, and outside burial container to the first \$7,000 of funds paid. HB 2254 would make a technical correction to remove "from time to time" and would make reference to the "Commissioner of Insurance." In addition, the bill would remove reference of the retail price of a casket, urn, and outside burial container to the first \$7,000 of funds paid on a prearranged funeral agreement found in KSA 2020 Supp. 16-303.

According to the Insurance Department and the Board of Mortuary Arts, the enactment of HB 2254 would have no fiscal effect.

Sincerely,

Adam Proffitt

Director of the Budget

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cc: JW Carey, Mortuary Arts