

January 16, 2024

The Honorable Jeff Longbine, Chairperson  
Senate Committee on Financial Institutions and Insurance  
300 SW 10th Avenue, Room 546-S  
Topeka, Kansas 66612

Dear Senator Longbine:

**SUBJECT:** Fiscal Note for SB 338 by Senate Committee on Financial Institutions and Insurance

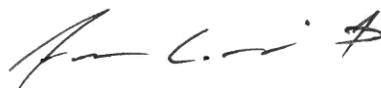
In accordance with KSA 75-3715a, the following fiscal note concerning SB 338 is respectfully submitted to your committee.

Under current law, whenever the Insurance Commissioner directs an examination of affairs and the financial condition of group-funded liability and group-funded workers compensation pools, each pool is required to submit a certified independent audited financial statement no later than 150 days after the end of the fiscal year. The bill would lengthen the submission time to 180 days after the end of the fiscal year.

Individual members can elect to terminate participation in a workers compensation pool or be subject to cancelation by a pool. Currently, upon termination or cancellation of a member, the pool must notify the Insurance Commissioner within 10 days. The bill would remove the requirement to notify the Commissioner.

The Kansas Insurance Department states that enactment of SB 338 would not have a fiscal effect on agency operations.

Sincerely,



Adam C. Proffitt  
Director of the Budget

cc: Bobbi Mariani, Insurance Department