

Approved: March 20, 2012
(Date)

MINUTES OF THE HOUSE FINANCIAL INSTITUTIONS COMMITTEE

The meeting was called to order by Chairperson Forrest Knox at 3:38 p.m. on Thursday, March 15, 2012 in 152-S of the Capitol.

All members were present except Representatives Bob Montgomery, Clark Shultz, and Broderick Henderson, all of whom were excused.

Committee staff present:

Melissa Calderwood, Kansas Legislative Research Department
Cindy Lash, Kansas Legislative Research Department
Matt Sterling, Office of the Revisor of Statutes
Sean Ostrow, Office of the Revisor of Statutes
Gary Deeter, Committee Secretary

Conferees appearing before the Committee:

None.

Others in attendance:

See attached list.

The Chair announced the day's work for the Committee: consideration of

- **SB 345 – Kansas Management Company Registration Act;**
- **SB Sub for SB 64 – Banking; criminal record history information, fingerprints**
- **SB 315 – Bank Commissioner; appointment of and salaries for certain unclassified positions;**
- **SB 372 – Kansas money transmitter act; and**
- **SB 287 – Credit union insurance.**

*A motion was made, seconded, and passed unanimously to consider **SB 345** as favorable for passage.* (Motion, Representative Scapa; second, Representative Johnson)

The Chair announced his intent to amend **Sub for SB 64 and SB 372 into SB 315.**

Members discussed **Sub for SB 64,** It was noted that fingerprinting is required because of criminal use of banking services. A balloon amendment was submitted to satisfy the requirements of the Office of the State Bank Commissioner and the Kansas Bureau of

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CONTINUATION SHEET

Minutes of the HOUSE FINANCIAL INSTITUTIONS Committee at 3:38 p.m. on Thursday, March 15, in 152-S of the Capitol.

Investigation (Attachment 1). A motion was made and seconded to adopt the balloon amendment. (Motion, Representative Johnson; seconded by Representative Gregory)

A substitute motion was made and seconded to apply the balloon amendment to three sections of the bill that require a change in wording. (Motion by Representative Gregory and seconded by Representative Fawcett) The substitute motion passed.

Members discussed a balloon amendment for **SB 315** (Attachment 2). A motion was made and seconded to accept the balloon amendment. (Motion, Representative Johnson; second, Representative Hermanson) After some discussion, a substitute motion was made by Representative Scapa and seconded by Representative Fawcett to include the same wording on page two. The motion passed.

After some further discussion about the phrase “. . . similar geographic areas,” Representative Gregory moved and Representative Fawcett seconded a motion to substitute the words “. . . mid-west regional area.” A member suggested instead using the words “. . . within this Federal Reserve district.” It was noted that Ed Splichal’s testimony (Office of the State Bank Commissioner) included a chart that delineated the similar geographic area (March 6, 2012, Attachment 2) as contiguous states plus Texas and Iowa. Representative Gregory and Representative Fawcett withdrew the motion. Representative Gregory re-emphasized the Commissioner’s meaning of “similar geographic areas” to be the states mentioned in the chart.

A motion was made, seconded and passed unanimously to amend the contents of Sub for SB 64 as amended and the contents of SB 372 into Substitute for SB 315 and to consider the bill as favorable for passage as amended. (Motion by Representative Johnson and seconded by Representative Hermanson)

The Chair noted that **SB 431 - Credit Union Administrator: appointment of and salaries for certain unclassified positions** contains identical language to **SB 315** except that it refers to credit unions rather than the bank commissioner. A motion was made, seconded, and passed to amend the language of SB 431 into SB 287, making the amended language consistent with the amended language of SB 315. (Motion by Representative Gregory and seconded by Representative Hermanson)

Representative Johnson moved and Representative Hermanson seconded a motion to consider Sub for SB 287 as favorable for passage. The motion passed.

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The minutes for the Committee meetings for March 6 and 8 were approved. (Motion by Representative Grant and seconded by Representative Fawcett)

The meeting was adjourned at 4:42 p.m. No further meeting was scheduled.

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