

January 30, 2012

The Honorable Clark Shultz, Chairperson
House Committee on Insurance
Statehouse, Room 166-W
Topeka, Kansas 66612

Dear Representative Shultz:

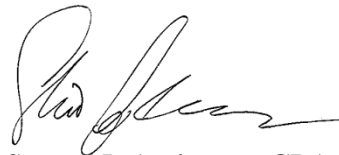
SUBJECT: Fiscal Note for HB 2485 by House Committee on Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2485 is respectfully submitted to your committee.

HB 2485 would allow the use of recorded and electronic evidence in the prosecution of insurance fraud. In addition, the bill would clarify the requirement of insurance companies to submit an antifraud plan to the Kansas Insurance Department. Finally, the bill would require the use of a warning, beginning January 1, 2013, on written insurance claims and insurance application forms to inform consumers that insurance fraud is illegal in Kansas.

According to the Kansas Insurance Department, enactment of HB 2485 would have no fiscal effect on the agency. Any costs associated with the warning regarding insurance fraud on written insurance claims and applications would be borne by insurance companies.

Sincerely,



Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Zac Anshutz, Insurance