

February 10, 2012

The Honorable Anthony Brown, Chairperson  
House Committee on Commerce and Economic Development  
Statehouse, Room 151-S  
Topeka, Kansas 66612

Dear Representative Brown:

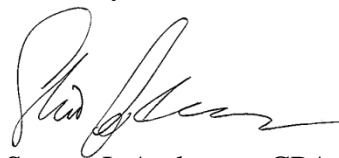
**SUBJECT:** Fiscal Note for HB 2637 by House Committee on Commerce and Economic Development

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2637 is respectfully submitted to your committee.

Under current law, insurance companies are required to file master policies to the Insurance Commissioner for prior approval of insurance rates. HB 2637 would allow insurance companies to file a master policy with the Insurance Commissioner 30 days prior to use. If the Insurance Commissioner is satisfied with the master policy and the insurer is able to track and report individual client experience, the Commissioner could approve the master policy and notify the insurer. If the Commissioner is not satisfied and does not approve the master policy, the insurer would be notified in writing and would be entitled to a hearing before the Commissioner.

According to the Kansas Insurance Department, enactment of HB 2637 would have no fiscal effect.

Sincerely,



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

cc: Zac Anshutz, Insurance Department