

January 30, 2012

The Honorable Ruth Teichman, Chairperson
Senate Committee on Financial Institutions and Insurance
Statehouse, Room 236-E
Topeka, Kansas 66612

Dear Senator Teichman:

SUBJECT: Fiscal Note for SB 287 by Senate Committee on Financial Institutions and Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning SB 287 is respectfully submitted to your committee.

SB 287 would require that credit unions purchase share insurance from the National Credit Union Share Insurance Fund (NCUSIF). Current law allows credit unions to purchase share insurance from either the NCUSIF or a private insurer approved by the Insurance Department.

The Department of Credit Unions indicates that SB 287 would have no fiscal effect on its operations or the operations of credit unions. The Department indicates that credit unions have been required to purchase share insurance from the NCUSIF since 1992 and this bill would eliminate outdated language referring to private share insurance. The Insurance Department indicates that the bill would have no fiscal effect.

Sincerely,



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

cc: John Smith, Credit Unions
Zac Anshutz, Insurance