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Steven J. Anderson, CPA, MBA, Director

Division of the Budget

Sam Brownback, Governor

February 10, 2011

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 85 by Senate Committee on Financial Institutions and Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning SB 85 is respectfully submitted to your committee.

SB 85 would remove mandatory participation requirements on premium payments of group life insurance policies. The bill would also expand the amount of insurance coverage available to the family members of an employee from 50.0 percent of the insurance available on the life of the insured employee to 100.0 percent of the insurance available on the life of the insured employee.

The Kansas Insurance Department indicates that implementation of SB 85 would increase the workload of the Department. However, the additional workload is within the scope of expertise and training of the existing staff and could be handled within existing resources.

Sincerely,

Steven J. Anderson, CPA, MBA

Director of the Budget