

January 19, 2016

The Honorable Scott Schwab, Chairperson  
House Committee on Insurance and Financial Institutions  
Statehouse, Room 151-S  
Topeka, Kansas 66612

Dear Representative Schwab:

**SUBJECT:** Fiscal Note for HB 2446 by 2015 Special Committee on Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2446 is respectfully submitted to your committee.

Under current law, every policy of motor vehicle liability insurance issued by Kansas insurers is required to have a minimum coverage of loss of not less than \$10,000 for harm or destruction of property in any one accident. HB 2446 would increase the minimum coverage of loss to \$25,000.

According to the Kansas Insurance Department, enactment of HB 2446 would likely result in increased insurance premiums paid by consumers from the increased minimum coverage of property damage or loss, along with higher insurance premium taxes deposited by the Department in the State General Fund. However, the agency cannot estimate this increased revenue. Any fiscal effect associated with HB 2446 is not reflected in *The FY 2017 Governor's Budget Report*.

Sincerely,



Shawn Sullivan,  
Director of the Budget

cc: Glenda Haverkamp, Insurance