

KANSAS OFFICE *of*  
**REVISOR *of* STATUTES**

LEGISLATURE *of* THE STATE *of* KANSAS  
*Legislative Attorneys transforming ideas into legislation.*

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**MEMORANDUM**

To: House Committee on Insurance  
From: Jason Thompson, Senior Assistant Revisor of Statutes  
Date: January 19, 2017  
Subject: Bill Brief for HB 2043

HB 2043 amends certain financial examination requirements.

Section 1 amends K.S.A. 12-2620, part of the Kansas municipal group-funded pool act. Under current law, the commissioner of insurance may make an examination of the affairs and the financial condition of each pool operating under the act whenever necessary, and an examination is required once every 5 years. The bill would remove the required examination provision.

Section 2 amends K.S.A. 40-2912, part of the Kansas insurance guaranty association act. Under current law, the Kansas insurance guaranty association is deemed a company or insurer within the scope of K.S.A. 40-222 and 40-223. K.S.A. 40-222 authorizes the commissioner of insurance to make a financial examination of any insurance company in the process of organization, or applying for admission or doing business in this state whenever necessary, and an examination is required once every 5 years. The bill would make the Kansas insurance guaranty association subject to examination and regulation by the commissioner, with no required examination provision.

Section 3 amends K.S.A. 44-584, part of the statutes concerning the state workers compensation self-insurance fund. Current law has a combination of the examination provisions discussed above. The bill would remove the required examination provision and retain the provision authorizing the commissioner to make an examination of the affairs and the financial condition of any pool whenever necessary.