

KAPCIC

Kansas Association of Property & Casualty Insurance Companies Inc.

January 17, 2017

SB 16

Testimony Before the Senate Financial Institutions and Insurance Committee

Testimony by Marlee Carpenter, Kansas Association of Property and Casualty Insurance Companies (KAPCIC)

Mr. Chair and Members of the Committee;

Thank you for the opportunity to present information on behalf of the Kansas Association of Property and Casualty Insurance Companies (KAPCIC), our state trade association for domestic property and casualty insurance companies. Most of the KAPCIC member companies are domiciled Kansas companies and our members live and work here in the state.

KAPCIC is here to oppose SB 16—specifically the part that repeals the \$300 million threshold for the enterprise risk report. We advocated for this threshold when the holding company law was implemented and still stand by its need today. This exemption is important for smaller domestic companies. The enterprise risk report is complex and very time consuming to produce, especially for small companies that only operate in Kansas. The Insurance Interim Committee in 2012 inserted this exemption when they were considering the passage of the holding company act and KAPCIC continues to support it today.

KAPCIC support state based regulations and the holding company act in the state, we however cannot support this bill if it repeals this threshold. Thank you for your time and I will be happy to answer any questions.