

MINUTES OF THE SENATE COMMITTEE ON FINANCIAL INSTITUTIONS AND INSURANCE.

The meeting was called to order by Chairperson Sandy Praeger at 9:30 a.m. on March 13, 2001 in Room 234-N of the Capitol.

All members were present except:

Committee staff present: Dr. Bill Wolff, Kansas Legislative Research Department  
Ken Wilke, Office of the Revisor of Statutes  
JoAnn Buntin, Committee Secretary

Conferees appearing before the committee:

Dr. Bruce B. Morgan, Member, Kansas State Banking Board  
Franklin W. Nelson, State Bank Commissioner  
Daryl Craft, Legislative Chairman, Kansas Bankers Association Trust Division  
Paul Davis, Kansas Bar Association Legislative Counsel

Others attending: See attached list.

**Hearing on HB 2482 - Powers and duties of state banking board and bank commissioner**

Dr. Bruce B. Morgan, Member, Kansas State Banking Board, testified before the Committee in support of **HB 2482** which would transfer additional responsibilities to the Bank Commissioner that are currently delegated to the State Banking Board. He noted that such responsibilities are mostly administrative in nature and not involved in policy decisions that require the review by the nine member State Banking Board. (Attachment 1)

Franklin W. Nelson, State Bank Commissioner, testified in support of the bill, and noted that his office and the State Banking Board had reviewed the statutes relating to powers and duties of the board, and **HB 2482** is the result of their comprehensive discussion which would delegate more administrative responsibilities to his office. (Attachment 2)

There were no opponents to the bill.

The Chair called the Committee's attention to comments by the Revisor at a previous meeting relating to merging language in **HB 2146** into **HB 2482**.

Senator Teichman made a motion to amend language in **HB 2146** into **HB 2482**, seconded by Senator Brungardt. The motion carried.

Senator Corbin made a motion that the Committee recommend **HB 2482** as amended favorable for passage, seconded by Senator Steineger. The motion carried.

**Hearing on HB 2465 - Prudent investor rule**

Daryl Craft, Legislative Chairman, Kansas Bankers Association Trust Division, testified in support of **HB 2465** which would make technical changes to the Uniform Prudent Investor Act as outlined in his written testimony. (Attachment 3) Committee discussion related to language in the bill clarifying the ability of the trustee to follow written directions.

Also providing testimony in support of the bill was Paul Davis, Kansas Bar Association Legislative Counsel. (Attachment 4) There were no opponents to the bill.

Senator Steineger made a motion that the Committee recommend **HB 2465** favorable for passage, seconded by Senator Teichman. The motion carried.

**Approval of Minutes**

Senator Brungardt made a motion to approve the Committee minutes of March 6, 7 and 8, seconded by Senator Teichman. The motion carried.

**Adjournment**

The meeting was adjourned at 10:00 a.m. The next meeting of the Committee is scheduled for March 14, 2001.