The Honorable Jeff Longbine, Chairperson  
Senate Committee on Financial Institutions and Insurance  
300 SW 10th Avenue, Room 546-S  
Topeka, Kansas  66612  

Dear Senator Longbine:  

SUBJECT: Fiscal Note for SB 19 by Senate Committee on Financial Institutions and Insurance  

In accordance with KSA 75-3715a, the following fiscal note concerning SB 19 is respectfully submitted to your committee.  

Under current law, all group-funded pools and group-funded workers’ compensation funds are required to pay a premium tax for the group’s preceding fiscal year no later than 90 days after the end of the group’s fiscal year. SB 19 would change the pay date to not later than 90 days after the end of each calendar year for the preceding calendar year.  

The Kansas Department of Insurance states that SB 19 would shift when these premium taxes are collected so that they are all collected in the first quarter of each calendar year instead of being collected throughout the year. This could affect the total amount collected in the first year as those pools make payment adjustments. However, the agency cannot estimate the net change because each company’s fiscal year is different. Any fiscal effect associated with SB 19 is not reflected in The FY 2024 Governor’s Budget Report.  

Sincerely,  

Adam Proffitt  
Director of the Budget  

cc: Bobbi Mariani, Insurance Department  
Lynn Robinson, Department of Revenue