SESSION OF 2013

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2106

As Recommended by House Committee on Insurance

Brief*

HB 2106 would remove the prohibition that an insurer may not change the terms and conditions of a portable electronics insurance policy more than once in any six-month period. The bill also would delete references within the statute that refer to the removed language.

Background

The bill was introduced by the House Committee on Insurance at the request of a representative from Asurion. At the House Committee hearing on the bill, an Asurion representative provided proponent testimony stating the prohibition language restricts the flexibility of companies to meet their clients' needs and makes it difficult to institute changes uniformly and at the same time throughout the country. The Asurion representative clarified the intent of removing the prohibition allows companies to make broad policy changes in their national programs and not on an individual policy basis.

The House Committee elected to place the bill on the consent calendar.

The fiscal note provided by the Division of the Budget states the Kansas Insurance Department indicated the bill would have no fiscal effect on state operations.

^{*}Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at http://www.kslegislature.org