

HOUSE BILL No. 2089

By Committee on Insurance

1-19

1 AN ACT concerning insurance; relating to prepaid service plans;
2 certificates of registration; discontinuing annual registration fees for
3 such plans; modifying the requirement to report individuals who solicit
4 memberships on behalf of such plans from semi-annually to annually
5 and upon application for registration; amending K.S.A. 40-4209 and
6 repealing the existing section; also repealing K.S.A. 40-4203.

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8 *Be it enacted by the Legislature of the State of Kansas:*

9 Section 1. K.S.A. 40-4209 is hereby amended to read as follows: 40-
10 4209. (a) (1) No person shall act as or hold such person out to be a prepaid
11 service plan in this state unless such person holds a certificate of
12 registration as a prepaid service plan issued by the commissioner of
13 insurance. An application for such certificate may be made to the
14 commissioner of insurance ~~on a form~~ on forms prescribed by the
15 commissioner ~~and shall be accompanied by~~ and shall include: (A) *The*
16 *completed application form;* (B) *a list of each individual who solicits*
17 *memberships on behalf of such prepaid service plan;* and (C) a filing fee
18 of \$100.

19 (2) The certificate of registration may be continued for successive
20 annual periods by notifying the commissioner of such intent ~~and~~, paying
21 an annual continuation fee of \$50 *and advising the commissioner of*
22 *insurance of any additions to or deletions from the list of individuals who*
23 *solicit memberships on behalf of such prepaid service plan since the last*
24 *reporting date.*

25 (b) The certificate of registration shall be issued to or continued for a
26 prepaid service plan by the commissioner of insurance unless the
27 commissioner of insurance, after due notice and hearing, determines that
28 the prepaid service plan is not competent, trustworthy, financially
29 responsible or of good personal and business reputation, or has had a
30 previous application for a certificate of registration denied for cause since
31 ~~the effective date of this act~~ *July 1, 2023*, or within five years of the date of
32 application, whichever is later.

33 Sec. 2. K.S.A. 40-4203 and 40-4209 are hereby repealed.

34 Sec. 3. This act shall take effect and be in force from and after its
35 publication in the statute book.