

**SENATE BILL No. 362**

By Committee on Assessment and Taxation

2-1

---

1 AN ACT concerning insurance; relating to property and casualty insurers;  
2 exempting labor from depreciation in certain claims.

3

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

5 Section 1. (a) The provisions of this section shall apply to any  
6 property and casualty insurance policy that is delivered, issued for  
7 delivery, amended or renewed on or after January 1, 2019.

8 (b) When the insurer is required to pay the expense of repairing,  
9 rebuilding or replacing the property damaged or destroyed with other of  
10 like kind and quality, the expense of labor necessary to repair, rebuild or  
11 replace the covered property is not a component of physical depreciation  
12 and shall not be subject to depreciation.

13 Sec. 2. This act shall take effect and be in force from and after its  
14 publication in the statute book.