



Kansas Department of Insurance
Commissioner Vicki Schmidt

**Proponent Testimony for HB 2532 – Extending Group-Funded Pools Audit Deadline,
Eliminating Notification Requirement**

January 29, 2024

Chairman Sutton and Members of the Committee,

Thank you for the opportunity to testify in support of House Bill 2532.

House Bill 2532 amends K.S.A. 12-2620, K.S.A. 44-584, and K.S.A. 44-590, concerning financial condition and financial statements of group-funded pools and group-funded workers compensation pools. Each year, the pools must submit certified independent audited financial statements within 150 days after the end of their fiscal year. This bill would extend that 150-day window to 180 days, affording the pools more time to complete this statutory requirement. The Department submits this proposed change after discussion with the pools regarding the difficulty they have finding an auditor to complete the audit in the period in statute.

In addition, group-funded workers compensation pools must inform the Commissioner within ten days when a member leaves a pool. The Department has determined that this notification is not necessary, and we seek to eliminate this statutory requirement.

Thank you for the opportunity to submit testimony in support of House Bill 2532.

Eric Turek
Director of Government and Public Affairs