

ENGROSSED HOUSE
BILL NO. 1101

BY: WIDENER, SMITH (Bill)
and SULLIVAN of the
HOUSE

and

TALIAFERRO of the SENATE

AN ACT RELATING TO INSURANCE; PROVIDING FOR FINANCIAL
AUDITS FOR PREPAID FUNERAL TRUSTS; PROVIDING AUDIT
REQUIREMENTS; PROVIDING FOR RULES AND REGULATIONS;
PROVIDING FOR CODIFICATION; AND PROVIDING AN
EFFECTIVE DATE.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. NEW LAW A new section of law to be codified
in the Oklahoma Statutes as Section 6129.1 of Title 36, unless there
is created a duplication in numbering, reads as follows:

At least once every three (3) years, and whenever the Insurance
Commissioner deems it to be prudent or necessary, each organization
operating one or more prepaid funeral trusts shall have a financial
audit of each trust and related prepaid funeral accounts prepared in
accordance with generally accepted accounting principles and
generally accepted auditing standards. The audit also shall
evaluate and report on the compliance of each trust with the
provisions of Sections 6121 through 6135 of Title 36 of the Oklahoma
Statutes. The audit report shall be filed with the Insurance

Commissioner. The Insurance Commissioner may promulgate rules and regulations to implement the provisions of this section.

SECTION 2. This act shall become effective September 1, 1991.

Passed the House of Representatives the 13th day of February, 1991.

Speaker of the House of
Representatives

Passed the Senate the ____ day of _____, 1991.

President of the Senate