

STATE OF OKLAHOMA

1st Session of the 44th Legislature (1993)

HOUSE BILL NO. 1739

By: Cox

AS INTRODUCED

An Act relating to insurance; providing for method of payment for property damage covered by homeowner's insurance; 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 4809 of Title 36, unless there is created a duplication in numbering, reads as follows:

Unless specifically required in a mortgage agreement, an insurer shall not issue drafts or checks payable to both the mortgagor and the mortgagee in payment for damage to property covered by a homeowner's policy. Such drafts or checks shall be issued payable only to the mortgagor. Requirements in a mortgage agreement that the mortgagor maintain insurance on the mortgaged property shall not be sufficient to require that insurance checks or drafts be made payable to both the mortgagor and the mortgagee.

SECTION 2. This act shall become effective September 1, 1993.