
STATE OF OKLAHOMA

2nd Session of the 44th Legislature (1994)

HOUSE BILL NO. 2521

By: Phillips

AS INTRODUCED

An Act relating to insurance; prohibiting certain insurance carriers from charging higher premium rates to persons whose motor vehicle liability coverage has lapsed; authorizing insurers to require payment for coverage for certain length of time when policy is issued; providing penalty; 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 944 of Title 36, unless there is created a duplication in numbering, reads as follows:

A. No insurance carrier that issues motor vehicle liability policies in this state shall charge a higher premium rate for such insurance to a person whose motor vehicle liability policy has lapsed than the carrier would otherwise charge such person.

Provided, an insurer may require a person whose motor vehicle liability coverage has lapsed and who is purchasing insurance coverage to pay for up to six (6) months coverage at the time the policy is issued.

B. The Insurance Commissioner may suspend or revoke, after notice and hearing, the certificate of authority to transact insurance business in this state of any insurance carrier violating the provisions of this section or may censure the insurer or impose a fine.

SECTION 2. This act shall become effective September 1, 1994.

44-2-8448

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