

STATE OF OKLAHOMA

2nd Session of the 45th Legislature (1996)

HOUSE BILL NO. 2949

By: Staggs

AS INTRODUCED

An Act relating to motor vehicle liability insurance; amending 36 O.S. 1991, Section 3635.1, which relates to motor vehicle liability policies; providing minimum duration of policies; allowing payment of premiums in installments; requiring reporting of cancellation of policy due to nonpayment of premiums; amending 47 O.S. 1991, Section 7-602.1, which relates to the Compulsory Insurance Law; clarifying language; and providing an effective date.

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

SECTION 1. AMENDATORY 36 O.S. 1991, Section 3635.1, is amended to read as follows:

Section 3635.1 A. All policies insuring against loss resulting from liability imposed by law for bodily injury or death suffered by any person arising out of the ownership, maintenance or use of a motor vehicle, as defined in Section 3635 of this title, shall expire at 12:01 a.m. Standard Time on the expiration date stated in the policy. This section shall apply to all such policies on the first policy renewal date after December 31, 1982.

B. Beginning November 1, 1996, no insurer shall issue or renew a policy provided for in subsection A of this section for a term of less than six (6) months. The provisions of this subsection shall not prevent the insurer from allowing the policyholder to pay the premiums in installments; however, any cancellation of a policy for nonpayment of premiums shall be reported to the Department of Public Safety in the manner provided in Section 7-608 of Title 47 of the Oklahoma Statutes.

SECTION 2. AMENDATORY 47 O.S. 1991, Section 7-602.1, is amended to read as follows:

Section 7-602.1 Every operator of a motor vehicle registered in this state shall, while operating or using ~~such~~ the vehicle, carry either an operator's or an owner's security verification form issued by a carrier or an equivalent form issued by the Department of Public Safety, reflecting liability coverage. An owner's security verification form issued to the owner of a motor vehicle may be used as an operator's security verification form by an operator who is not the owner of the motor vehicle, if ~~said~~ the operator is not excluded from coverage on the motor vehicle liability insurance policy for the vehicle. Any such exclusions from ~~said~~ the policy shall be included on the owner's security verification form.

SECTION 3. This act shall become effective November 1, 1996.

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