

STATE OF OKLAHOMA

2nd Session of the 46th Legislature (1998)

HOUSE BILL NO. 2916

By: Hutchison

AS INTRODUCED

An Act relating to motor vehicles; requiring proof of existence of security required by the Compulsory Insurance Law for vehicles purchased or leased from new or used motor vehicle dealer; providing manner of proof; providing penalties for violations; providing for codification; and providing 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 7-611 of Title 47, unless there is created a duplication in numbering, reads as follows:

A. Every person who purchases or leases a new or used motor vehicle from a new or used motor vehicle dealer shall provide proof to the dealer of the existence of security, as defined by Section 7-600 of Title 47 of the Oklahoma Statutes, prior to taking delivery of the vehicle from the dealer. The dealer shall not deliver possession of the vehicle to the person buying or leasing the vehicle unless such proof is provided.

B. Proof of the existence of security shall be shown by providing for the dealer's inspection a security verification form for the vehicle being purchased or leased, or a security

verification for the another vehicle currently owned or leased by the person purchasing or leasing the vehicle, whether or not the person is retaining that vehicle or transferring ownership to the dealer as part of the purchase or lease agreement for the vehicle being purchased or leased. The dealer shall make a copy of the security verification form, which shall be kept on file for thirty (30) days.

C. Any person purchasing or leasing a vehicle in violation of this section shall be subject to the penalties provided in Sections 7-605 and 7-606 of Title 47 of the Oklahoma Statutes. Any new or used motor vehicle dealer selling or leasing a vehicle in violation of this section, upon conviction, shall be guilty of a misdemeanor and shall be subject to a fine of not more than Ten Thousand Dollars (\$10,000.00).

SECTION 2. This act shall become effective November 1, 1998.

46-2-8684 SD