

1 STATE OF OKLAHOMA

2 1st Session of the 47th Legislature (1999)

3 COMMITTEE SUBSTITUTE  
4 FOR  
5 HOUSE BILL NO. 1663

By: Hilliard

6  
7 COMMITTEE SUBSTITUTE

8 An Act relating to insurance; authorizing certain  
9 organizations to convert certain prepaid funeral  
10 benefits to other prepaid funeral benefits;  
11 specifying such conversion; requiring the approval of  
12 the Insurance Commissioner for such conversion;  
13 stating purpose; requiring certain notification;  
14 requiring the filing of certain application on forms  
15 provided by the Commissioner; authorizing certain  
16 investments in certain annuities; specifying such  
17 annuities; providing for codification; providing an  
18 effective date; and declaring an emergency.

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

20 SECTION 1. NEW LAW A new section of law to be codified  
21 in the Oklahoma Statutes as Section 6136.18 of Title 36, unless  
22 there is created a duplication in numbering, reads as follows:

23 A. Member organizations may convert trust-funded prepaid  
24 funeral benefits to insurance-funded prepaid funeral benefits. Such  
25 conversion shall be subject to the provisions of Section 6125.2 of  
26 Title 36 of the Oklahoma Statutes.

27 B. The Commissioner must approve a conversion from trust-funded  
28 prepaid funeral benefits to insurance-funded prepaid funeral  
29 benefits as safeguarding the rights and interests of the individual  
30 who purchases the prepaid funeral benefits contract.

31 C. Each contract purchaser or holder shall be notified in  
32 writing of:

1. The terms of the proposed conversion including those terms  
set out in Section 6125.2 of Title 36 of the Oklahoma Statutes; and

2. The holder's right to decline the conversion.

1 D. An application for approval of a conversion from trust-  
2 funded prepaid funeral benefits to insurance-funded prepaid funeral  
3 benefits must be filed with the Commissioner on forms prescribed by  
4 the Commissioner.

5 E. In addition to the other investments permitted by this  
6 section, funds deposited pursuant to this section may be invested in  
7 the purchase of contracts of annuities as authorized by Section 702  
8 of this title.

9 SECTION 2. This act shall become effective July 1, 1999.

10 SECTION 3. It being immediately necessary for the preservation  
11 of the public peace, health and safety, an emergency is hereby  
12 declared to exist, by reason whereof this act shall take effect and  
13 be in full force from and after its passage and approval.

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15 47-1-6351 MCD 6/11/15

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