

ENROLLED HOUSE
BILL NO. 1663

By: Hilliard and Newport of the
House

and

Weedn and Fair of the
Senate

An Act relating to insurance; authorizing certain organizations to convert certain prepaid funeral benefits to other prepaid funeral benefits; specifying such conversion; requiring the approval of the Insurance Commissioner for such conversion; stating purpose; requiring certain notification; requiring the filing of certain application on forms provided by the Commissioner; authorizing certain investments in certain annuities; specifying such annuities; providing for codification; and declaring an emergency.

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 6136.18 of Title 36, unless there is created a duplication in numbering, reads as follows:

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

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

C. Each contract purchaser or holder shall be notified in 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.

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

E. In addition to the other investments permitted by Section 6125 of this title, funds deposited pursuant to Section 6125 of this

title may be invested in the purchase of contracts of annuities as authorized by Section 702 of this title.

SECTION 2. It being immediately necessary for the preservation of the public peace, health and safety, an emergency is hereby declared to exist, by reason whereof this act shall take effect and be in full force from and after its passage and approval.

Passed the House of Representatives the 19th day of May, 1999.

Speaker of the House of
Representatives

Passed the Senate the 19th day of May, 1999.

President of the Senate