

ENROLLED HOUSE  
BILL NO. 2561

By: Taylor of the House

and

Herbert of the Senate

An Act relating to insurance; amending 36 O.S. 1991, Section 1252, as renumbered by Section 20, Chapter 342, O.S.L. 1994, and as last amended by Section 4, Chapter 1, 2nd Extraordinary Session, O.S.L. 1994 (36 O.S. Supp. 1999, Section 1250.2), which relates to definitions used in the Unfair Claims Settlement Practices Act; modifying certain definition; and providing an effective date.

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

SECTION 1. AMENDATORY 36 O.S. 1991, Section 1252, as renumbered by Section 20, Chapter 342, O.S.L. 1994, and as last amended by Section 4, Chapter 1, 2nd Extraordinary Session, O.S.L. 1994 (36 O.S. Supp. 1999, Section 1250.2), is amended to read as follows:

Section 1250.2 As used in the Unfair Claims Settlement Practices Act:

1. "Agent" means any individual, corporation, association, partnership, or other legal entity authorized to represent an insurer with respect to a claim;

2. "Claimant" means either a first party claimant, a third party claimant, or both, and includes such claimant's designated legal representatives and includes a member of the claimant's immediate family designated by the claimant;

3. "Commissioner" means the Insurance Commissioner;

4. "First party claimant" means an individual, corporation, association, partnership, or other legal entity, including a subscriber under any plan providing health services, asserting a right to payment pursuant to an insurance policy or insurance contract for an occurrence of contingency or loss covered by such policy or contract;

5. "Insurance policy or insurance contract" means any contract of insurance, certificate, indemnity, medical or hospital service, suretyship, or annuity issued, proposed for issuance, or intended for issuance by any entity subject to this Code;

6. "Insurer" means a person licensed by the Commissioner to issue or who issues any insurance policy or insurance contract in

this state, including the State Insurance Fund, and any third-party administrator;

7. "Investigation" means all activities of an insurer directly or indirectly related to the determination of liabilities under coverages afforded by an insurance policy or insurance contract;

8. "Notification of claim" means any notification, whether in writing or other means acceptable under the terms of an insurance policy or insurance contract, to an insurer or its agent, by a claimant, which reasonably appraises the insurer of the facts pertinent to a claim; and

9. "Third party claimant" means any individual, corporation, association, partnership, or other legal entity asserting a claim against any individual, corporation, association, partnership, or other legal entity insured under an insurance policy or insurance contract.

SECTION 2. This act shall become effective November 1, 2000.

Passed the House of Representatives the 13th day of March, 2000.

\_\_\_\_\_  
Speaker of the House of  
Representatives

Passed the Senate the 4th day of April, 2000.

\_\_\_\_\_  
President of the Senate