

1 STATE OF OKLAHOMA

2 1st Session of the 53rd Legislature (2011)

3 HOUSE BILL 2047

By: Reynolds

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6 AS INTRODUCED

7 An Act relating to insurance; amending Section 7,
8 Chapter 127, O.S.L. 2003 (36 O.S. Supp. 2010, Section
9 956); which relates to the Use of Credit Information
10 in Personal Insurance Act; requiring certain
11 information be provided to consumer; and providing an
12 effective date.

13 SUBJECT: Insurance

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

15 SECTION 1. AMENDATORY Section 7, Chapter 127, O.S.L.
16 2003 (36 O.S. Supp. 2010, Section 956), is amended to read as
17 follows:

18 Section 956. If an insurer takes an adverse action based upon
19 credit information, the insurer shall:

20 1. Provide notification to the consumer that an adverse action
21 has been taken, in accordance with the requirements of the federal
22 Fair Credit Reporting Act, 15 USC 1681m(a); and

23 2. Provide notification to the consumer explaining the reason
24 for the adverse action. The reasons must be provided in
sufficiently clear and specific language so that a person can

1 identify the basis for the insurer's decision to take an adverse
2 action. Such notification shall include a description of up to four
3 factors that were the primary influences of the adverse action. The
4 use of generalized terms such as "poor credit history", "poor credit
5 rating", or "poor insurance score" does not meet the explanation
6 requirements of this subsection. Standardized credit explanations
7 provided by consumer reporting agencies or other third-party vendors
8 are deemed to comply with this section; and

9 3. Within thirty (30) days of the adverse action, provide the
10 consumer with the insurance score that was calculated for the
11 consumer and an explanation outlining how the insurance score was
12 calculated and all factors that were used in the calculation.

13 SECTION 2. This act shall become effective November 1, 2011.

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15 53-1-5149 SDR 11/09/10

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