

1 **SENATE FLOOR VERSION**  
February 17, 2026  
2 **AS AMENDED**

3 SENATE BILL NO. 2019

By: Logan

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5  
6 **[ insurance guaranty fund - Program - Board -**  
7 **Guaranty Fund - expenditures - interest -**  
8 **codification - effective date ]**  
9

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

11 SECTION 1. NEW LAW A new section of law to be codified  
12 in the Oklahoma Statutes as Section 85.59a of Title 74, unless there  
13 is created a duplication in numbering, reads as follows:

14 A. There is hereby created the Political Subdivision Liability  
15 Insurance Guaranty Program for the purpose of insuring against  
16 excessive liability judgments against political subdivisions.

17 B. The program shall be administered, supervised, and protected  
18 by the Political Subdivision Insurance Fund Board. The Board shall  
19 consist of seven (7) members to be appointed as follows:

20 1. The Governor shall appoint three members, one of whom shall  
21 be a member of a governing body of a political subdivision;

22 2. The President Pro Tempore of the Senate shall appoint two  
23 members, one of whom shall be a member of a governing body of a  
24 political subdivision; and

1           3. The Speaker of the House of Representatives shall appoint  
2 two members, one of whom shall be a member of a governing body of a  
3 political subdivision.

4           C. In the event of a vacancy, the appointing authority for the  
5 position shall appoint a qualified successor to serve as the  
6 appointee for the unexpired term of the member so replaced. The  
7 term of office for the appointees shall be as follows:

8           1. The term of office for four positions, two appointed by the  
9 Governor, and one each appointed by the President Pro Tempore of the  
10 Senate and Speaker of the House of Representatives, shall expire on  
11 November 1, 2029;

12           2. The term of office for three positions, one each appointed  
13 by the Governor, President Pro Tempore of the Senate, and Speaker of  
14 the House of Representatives, shall expire on November 1, 2028; and

15           3. Thereafter, successor members shall be appointed for a  
16 three-year term. Members may serve successive terms. Any person  
17 appointed to fill a vacancy shall be appointed for the unexpired  
18 portion of the term in the same manner as the original appointment.

19           D. Meetings of the Board shall be held at least quarterly, with  
20 the first meeting to be held no later than March 31, 2027. The  
21 chair and vice chair of the Board shall be elected by the Board from  
22 among its members in the first meeting. The presence of a majority  
23 of the members constitutes a quorum. No action shall be taken by  
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1 the Board without the affirmative vote of at least a majority of the  
2 members.

3 E. The Board shall be required to create the rules and  
4 guidelines for the voluntary Political Subdivision Liability  
5 Insurance Guaranty Program, including required contributions,  
6 qualifying claims, and procedures, as well as any other requirements  
7 to effectuate the provisions of this act.

8 F. The Board shall create required training programs for  
9 certain members of political subdivisions to mitigate the occurrence  
10 of judgments for which the program is created to insure against.

11 SECTION 2. NEW LAW A new section of law to be codified  
12 in the Oklahoma Statutes as Section 85.59b of Title 74, unless there  
13 is created a duplication in numbering, reads as follows:

14 A. There is hereby created the Political Subdivision Liability  
15 Insurance Guaranty Fund, which shall be for the purpose of insuring  
16 participating political subdivisions against excessive liability  
17 judgments as provided by the Political Subdivision Insurance Fund  
18 Board. Monies in the fund, including interest, are not subject to  
19 appropriation and shall be expended to insure political subdivisions  
20 pursuant to the Political Subdivision Liability Insurance Guaranty  
21 Program, operating costs of the Board, attorney fees, and other  
22 costs reasonably incurred by the Board in the performance of its  
23 duties.

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1 B. Expenditures from the fund shall be made on warrants issued  
2 by the State Treasurer against claims as prescribed by law. The  
3 fund shall be subject to audit in the same manner as state funds and  
4 accounts, the cost for which shall be paid for from the fund.

5 SECTION 3. This act shall become effective November 1, 2026.

6 COMMITTEE REPORT BY: COMMITTEE ON LOCAL AND COUNTY GOVERNMENT  
7 February 17, 2026 - DO PASS AS AMENDED  
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