

STATE OF OKLAHOMA

2nd Session of the 60th Legislature (2026)

HOUSE BILL 3788

By: Adams

AS INTRODUCED

An Act relating to insurance; providing definition of unlawfully operating a motor vehicle; prohibiting first-party liability claims for driver who was unlawfully operating the motor vehicle; clarifying third-parties, passengers, and other nondrivers may still collect on claims; permitting insurers to use Department of Public Safety license status data; providing for codification; and providing an effective date.

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 7-117 of Title 47, unless there is created a duplication in numbering, reads as follows:

A. As used in this section, the term "unlawfully operating a motor vehicle" means driving without a valid Oklahoma or reciprocal-state license, or driving with a suspended, revoked, or cancelled license, or using fraudulent identification.

B. No first-party liability insurance claims shall be paid to a driver who was unlawfully operating a motor vehicle at the time of the loss.

1 C. Nothing in this section shall be construed to mean that:

2 1. Third-parties may not collect compensation for injuries or
3 property damage; or

4 2. Passengers or other nondrivers may not collect compensation
5 for injuries or property damage.

6 D. Insurers may rely on official Department of Public Safety
7 license status data for determining whether a claimant was
8 unlawfully operating a motor vehicle at the time of loss.

9 SECTION 2. This act shall become effective November 1, 2026.

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