

<DateSubmitted>

HOUSE OF REPRESENTATIVES
CONFERENCE COMMITTEE REPORT

Mr. President:
Mr. Speaker:

The Conference Committee, to which was referred

HB1851

By: Schreiber of the House and Gollihare of the Senate

Title: Contracts; Oklahoma Fair Renewal Act; automatic renewal contracts; notice; cancellation;
effective date.

Together with Engrossed Senate Amendments thereto, beg leave to report that we have had the same under consideration and herewith return the same with the following recommendations:

1. Conferees are unable to agree.

Respectfully submitted,

House Action _____ Date _____ Senate Action _____ Date _____

SENATE CONFEREES

Gollihare	_____
Coleman	_____
Alvord	_____
Pugh	_____
Reinhardt	_____
Mann	_____

1 ENGROSSED SENATE AMENDMENT
TO
2 ENGROSSED HOUSE
BILL NO. 1851

By: Schreiber and Deck of the
House

and

Gollihare of the Senate

[contracts - Oklahoma Fair Renewal Act - automatic
renewal contracts - offer terms - online link -
written acknowledgement - notice of material
changes - notice of contract renewal - exceptions -
unlawful business practice - codification -
effective date]

AMENDMENT NO. 1. Page 1, strike the stricken title, enacting clause
and entire bill and insert

"[contracts - Oklahoma Fair Renewal Act - automatic
renewal contracts - offer terms - online link -
written acknowledgement - notice of material changes
- notice of contract renewal - exceptions - unlawful
business practice - codification - 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 773 of Title 15, unless there is
created a duplication in numbering, reads as follows:

1 This act shall be known and may be cited as the "Oklahoma Fair
2 Renewal Act".

3 SECTION 2. NEW LAW A new section of law to be codified
4 in the Oklahoma Statutes as Section 773.1 of Title 15, unless there
5 is created a duplication in numbering, reads as follows:

6 As used in this act:

7 1. "Automatic renewal contract" means a plan or arrangement in
8 which a paid subscription or purchasing agreement is automatically
9 renewed at the end of a definite term for a subsequent term or on a
10 continuous or recurring basis;

11 2. "Automatic renewal offer terms" means the following clear
12 and conspicuous disclosures:

13 a. notification that an automatic renewal contract will
14 automatically renew or extend after the initial period
15 for a set term not to exceed one (1) year unless the
16 consumer gives express written consent for a longer
17 renewal term,

18 b. a description of the cancellation policy that applies
19 to the offer,

20 c. any recurring charges that will be charged to the
21 consumer's credit card, debit card, or payment account
22 with a third party as part of an automatic renewal
23 contract,

24 d. the length of an automatic renewal term, or

1 e. the minimum purchase obligation, if any;

2 3. "Clear and conspicuous" or "clearly and conspicuously"

3 means:

4 a. in larger type than the surrounding text,

5 b. in contrasting type, font, or color to the surrounding
6 text of the same size,

7 c. set off from the surrounding text of the same size by
8 symbols or other marks in a manner that clearly calls
9 attention to the language, or

10 d. in the case of an audio disclosure, in a volume and
11 cadence sufficient to be readily audible and
12 understandable;

13 4. "Consumer" means an individual who seeks or acquires, by
14 purchase or lease, any goods, services, money, or credit for
15 personal, family, or household purposes; and

16 5. "Trial period offer" means a solicitation offering a
17 consumer a period of time in which to sample a product or service,
18 which offer is used as an inducement for the consumer to make a
19 purchase of the product or service or a similar product or service.

20 SECTION 3. NEW LAW A new section of law to be codified
21 in the Oklahoma Statutes as Section 773.2 of Title 15, unless there
22 is created a duplication in numbering, reads as follows:

23 A. A person or entity that offers an automatic renewal contract
24 to a consumer in this state shall:

1 1. Present the automatic renewal offer terms in a clear and
2 conspicuous manner before the automatic renewal contract is
3 executed;

4 2. Provide the consumer with a written acknowledgment that
5 includes the automatic renewal offer terms, the cancellation policy,
6 and information regarding how to cancel in a manner that is capable
7 of being physically or electronically retained by the consumer; and

8 3. If the offer of an automatic renewal contract includes a
9 trial period offer:

10 a. include a clear and conspicuous explanation of the
11 price that will be charged and any further purchase
12 obligations that shall be imposed on the consumer
13 after the trial period ends,

14 b. disclose in the written acknowledgment, pursuant to
15 paragraph 2 of this subsection, the manner in which a
16 consumer may cancel the automatic renewal contract,
17 and

18 c. allow a consumer to cancel the contract before the
19 consumer is required to pay for the goods or services.

20 B. It shall be unlawful for a person or entity that offers an
21 automatic renewal contract to a consumer in this state to utilize an
22 online link that is presented as part of an offer of an automatic
23 renewal contract, in which the online link directs the consumer to
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1 detailed information about the automatic renewal contract, unless
2 the online link:

3 1. Is available before a consumer elects to purchase any good
4 or service subject to the automatic renewal contract;

5 2. Appears directly adjacent to any online link used by the
6 consumer to purchase any good or service subject to the automatic
7 renewal contract; and

8 3. Is labeled with, or is directly adjacent to, a clear and
9 conspicuous disclosure that states that by purchasing the good or
10 service, the consumer agrees to enroll in an automatic renewal
11 contract.

12 C. A person or entity that offers an automatic renewal contract
13 to a consumer in this state shall provide a simple and readily
14 accessible mechanism for canceling an automatic renewal contract or
15 trial period offer, which shall be:

16 1. A direct online cancellation link that is:

17 a. located on the website of the person or entity, within
18 the consumer's account or profile, or contained in an
19 electronic device or service, or an electronic
20 communication to the consumer, and

21 b. available to the consumer immediately or directly
22 after the consumer completes a reasonable
23 authentication protocol used solely to confirm that
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1 the consumer is authorized to make changes to the
2 account; or

3 2. An in-person mechanism for canceling an automatic renewal
4 contract or trial period offer at a physical location where the
5 consumer regularly utilizes any goods or services that are subject
6 to the automatic renewal contract.

7 SECTION 4. NEW LAW A new section of law to be codified
8 in the Oklahoma Statutes as Section 773.3 of Title 15, unless there
9 is created a duplication in numbering, reads as follows:

10 If a material change occurs in the terms of an automatic renewal
11 contract that has been accepted by a consumer in this state, the
12 person or entity offering the automatic renewal contract shall
13 provide to the consumer:

14 1. A clear and conspicuous notice of the material change; and

15 2. Information regarding cancellation of the automatic renewal
16 contract pursuant to Section 3 of this act.

17 SECTION 5. NEW LAW A new section of law to be codified
18 in the Oklahoma Statutes as Section 773.4 of Title 15, unless there
19 is created a duplication in numbering, reads as follows:

20 A person or entity that sells a good or service to a consumer
21 pursuant to an automatic renewal contract shall notify the consumer
22 that the contract shall automatically renew unless the consumer
23 cancels the contract. The notice shall:

1 1. Inform the consumer of the process of cancelling the
2 contract;

3 2. Provide clear and accurate information regarding the
4 identity of the sender;

5 3. Provide a cancellation mechanism pursuant to Section 3 of
6 this act;

7 4. Be provided by one of the following methods:

8 a. physical mail,

9 b. electronic mail,

10 c. mobile phone application, or

11 d. text message, if such communication has been
12 authorized by the customer; and

13 5. Be sent no fewer than fifteen (15) days and no more than
14 forty-five (45) days prior to the automatic renewal of the contract
15 when the contract has an initial term of one (1) year that renews
16 for more than one (1) month.

17 SECTION 6. NEW LAW A new section of law to be codified
18 in the Oklahoma Statutes as Section 773.5 of Title 15, unless there
19 is created a duplication in numbering, reads as follows:

20 The provisions of this act shall not apply to:

21 1. A service provided by a person pursuant to a franchise
22 issued by a political subdivision of the state or a license,
23 franchise, certificate, or other authorization issued by the
24 Corporation Commission;

1 2. A service provided by a person or entity, or an affiliate or
2 subsidiary that is regulated by the Federal Communications
3 Commission, the Federal Energy Regulatory Commission, or the
4 Corporation Commission;

5 3. Any person or entity regulated by the Insurance Department,
6 or an affiliate of such person or entity;

7 4. A bank or bank holding company that is licensed under state
8 or federal law, or a subsidiary or affiliate of such bank or bank
9 holding company;

10 5. A credit union or other financial institution that is
11 licensed under state or federal law;

12 6. An air carrier as defined in and regulated under the Federal
13 Aviation Act of 1958, 49 U.S.C., Section 40101 et seq., as amended,
14 including the federal Airline Deregulation Act of 1978, 49 U.S.C.,
15 Section 41713, as amended;

16 7. An entity regulated by the Department of Labor under the
17 Alarm, Locksmith and Fire Sprinkler Industry Act; or

18 8. Any newspaper qualified and authorized to publish legal or
19 public notices pursuant to Section 106 of Title 25 of the Oklahoma
20 Statutes.

21 SECTION 7. NEW LAW A new section of law to be codified
22 in the Oklahoma Statutes as Section 773.6 of Title 15, unless there
23 is created a duplication in numbering, reads as follows:

1 Any violation of this act shall be enforceable exclusively by
2 the Attorney General and the district attorneys of this state except
3 when provided for in Section 761.1 of Title 15 of the Oklahoma
4 Statutes.

5 SECTION 8. This act shall become effective November 1, 2025."

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7 Passed the Senate the 6th day of May, 2025.

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9 _____
10 Presiding Officer of the Senate

11 Passed the House of Representatives the ____ day of _____,
12 2025.

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14 _____
15 Presiding Officer of the House
16 of Representatives

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1 ENGROSSED HOUSE
2 BILL NO. 1851

By: Schreiber and Deck of the
House

3 and

4 Gollihare of the Senate

5
6
7 [contracts - Oklahoma Fair Renewal Act - automatic
8 renewal contracts - offer terms - online link -
9 written acknowledgement - notice of material
10 changes - notice of contract renewal - exceptions -
11 unlawful business practice - codification -
12 effective date]
13
14

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

16 SECTION 9. NEW LAW A new section of law to be codified
17 in the Oklahoma Statutes as Section 773 of Title 15, unless there is
18 created a duplication in numbering, reads as follows:

19 This act shall be known and may be cited as the "Oklahoma Fair
20 Renewal Act".

21 SECTION 10. NEW LAW A new section of law to be codified
22 in the Oklahoma Statutes as Section 773.1 of Title 15, unless there
23 is created a duplication in numbering, reads as follows:

24 As used in this act, the following terms shall mean:

1 A. "Automatic renewal contract" means a plan or arrangement in
2 which a paid subscription or purchasing agreement is automatically
3 renewed at the end of a definite term for a subsequent term or on a
4 continuous or recurring basis.

5 B. "Automatic renewal offer terms" means the following clear
6 and conspicuous disclosures:

7 1. That an automatic renewal contract will automatically renew
8 or extend after the initial period for a set term not to exceed one
9 (1) year unless the consumer gives express written consent for a
10 longer renewal term;

11 2. A description of the cancellation policy that applies to the
12 offer;

13 3. Any recurring charges that will be charged to the consumer's
14 credit card, debit card, or payment account with a third party as
15 part of an automatic renewal contract;

16 4. The length of an automatic renewal term; and

17 5. The minimum purchase obligation, if any.

18 C. 1. "Clear and conspicuous" or "clearly and conspicuously"
19 means in larger type than the surrounding text; in contrasting type,
20 font, or color to the surrounding text of the same size; or set off
21 from the surrounding text of the same size by symbols or other marks
22 in a manner that clearly calls attention to the language; or
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24

1 2. In the case of an audio disclosure, "clear and conspicuous"
2 or "clearly and conspicuously" means in a volume and cadence
3 sufficient to be readily audible and understandable.

4 D. "Consumer" means an individual who seeks or acquires, by
5 purchase or lease, any goods, services, money, or credit for
6 personal, family, or household purposes.

7 E. "Trial period offer" means a solicitation offering a
8 consumer a period of time in which to sample a product or service,
9 which offer is used as an inducement for the consumer to make a
10 purchase of the product or service or a similar product or service.

11 SECTION 11. NEW LAW A new section of law to be codified
12 in the Oklahoma Statutes as Section 773.2 of Title 15, unless there
13 is created a duplication in numbering, reads as follows:

14 A. It is unlawful for a person who offers an automatic renewal
15 contract to a consumer in this state to:

16 1. Fail to present the automatic renewal offer terms in a clear
17 and conspicuous manner before the automatic renewal contract is
18 executed. In the case of an offer that is conveyed by voice, the
19 person must present the terms in temporal proximity to the request
20 for the consumer's consent to the offer. If the offer includes a
21 trial period offer, the offer must also include a clear and
22 conspicuous explanation of the price that will be charged and any
23 further purchase obligations that will be imposed on the consumer
24 after the trial period ends;

1 2. Utilize an online link that is presented as part of an offer
2 of an automatic renewal contract, which online link directs a
3 consumer to detailed information about the automatic renewal
4 contract, unless the online link:

5 a. is available before a consumer elects to purchase any
6 good or service subject to the automatic renewal
7 contract,

8 b. appears directly adjacent to any online link used by
9 the consumer to purchase any good or service subject
10 to the automatic renewal contract, and

11 c. is labeled with, or is directly adjacent to, a clear
12 and conspicuous disclosure that states that by
13 purchasing the good or service, the consumer agrees to
14 enroll in an automatic renewal contract;

15 3. Fail to provide the consumer a written acknowledgment that
16 includes the automatic renewal offer terms, the cancellation policy,
17 and information regarding how to cancel in a manner that is capable
18 of being retained by the consumer. If the offer of an automatic
19 renewal contract includes a trial period offer, the person shall
20 also disclose in the written acknowledgment how the consumer may
21 cancel the automatic renewal contract, and the person shall allow
22 the consumer to cancel the contract before the consumer is required
23 to pay for the goods or services;

1 4. Fail to provide a simple, cost-effective, timely, easy-to-
2 use, and readily accessible mechanism for canceling an automatic
3 renewal contract or trial period offer. A person is deemed to
4 comply with this paragraph if the person offers:

5 a. a direct online cancellation link that is:

6 (1) located on the person's website, within the
7 consumer's account or profile, or contained in an
8 electronic device or service or an electronic
9 communication to the consumer, and

10 (2) available to the consumer immediately or after
11 the consumer completes a reasonable
12 authentication protocol used solely to confirm
13 that the consumer is authorized to make changes
14 to the account, or

15 b. an in-person mechanism for canceling an automatic
16 renewal contract or trial period offer, which
17 mechanism:

18 (1) is at a physical location where the consumer
19 regularly utilizes any goods or services that are
20 subject to the automatic renewal contract, and

21 (2) satisfies the requirements of this paragraph.

22 SECTION 12. NEW LAW A new section of law to be codified
23 in the Oklahoma Statutes as Section 773.3 of Title 15, unless there
24 is created a duplication in numbering, reads as follows:

1 If a material change occurs in the terms of an automatic renewal
2 contract that has been accepted by a consumer in this state, the
3 person shall provide to the consumer, a clear and conspicuous notice
4 of the material change and information regarding cancellation of the
5 automatic renewal contract, including information concerning the
6 mechanism described in paragraph 4 of Section 3 of this act.

7 SECTION 13. NEW LAW A new section of law to be codified
8 in the Oklahoma Statutes as Section 773.4 of Title 15, unless there
9 is created a duplication in numbering, reads as follows:

10 A. A person that sells a good or service to a consumer pursuant
11 to an automatic renewal contract shall notify the consumer that the
12 automatic renewal contract will automatically renew or continue
13 unless the consumer cancels the automatic renewal contract. The
14 notice must inform the consumer of the process for canceling the
15 automatic renewal contract, and the process must provide clear and
16 accurate information about the identity of the sender and be
17 consistent with paragraph 4 of Section 3 of this act. The person
18 shall provide the notice by:

- 19 1. Physical mail;
- 20 2. Electronic mail; or
- 21 3. Another easily accessible form of communication, such as a
22 text message or a mobile phone application, if the consumer
23 specifically authorizes the person to provide notice in such form or
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1 if the consumer customarily uses such form to communicate with the
2 person.

3 B. A person that sells a good or service to a consumer pursuant
4 to an automatic renewal contract shall send the notice described in
5 subsection A of this section at least fifteen (15) and no more than
6 forty-five (45) days for automatic renewal contracts with an initial
7 term of one (1) year that renew for more than one (1) month.

8 SECTION 14. NEW LAW A new section of law to be codified
9 in the Oklahoma Statutes as Section 773.5 of Title 15, unless there
10 is created a duplication in numbering, reads as follows:

11 A. Notwithstanding any provision of this act to the contrary,
12 this act does not apply to:

13 1. A service provided by a person pursuant to a franchise
14 issued by a political subdivision of the state or a license,
15 franchise, certificate, or other authorization issued by the
16 Oklahoma Corporation Commission;

17 2. A service provided by a person or an affiliate or subsidiary
18 thereof that is regulated by the Federal Communications Commission,
19 the Federal Energy Regulatory Commission, or the Oklahoma
20 Corporation Commission;

21 3. Any person or entity regulated by the Oklahoma Insurance
22 Department, or an affiliate of that person or entity;
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1 4. A bank or bank holding company that is licensed under state
2 or federal law, or a subsidiary or affiliate of such a bank or bank
3 holding company;

4 5. A credit union or other financial institution that is
5 licensed under state or federal law;

6 6. An air carrier as defined in and regulated under the Federal
7 Aviation Act of 1958, 49 U.S.C., Section 40101 et seq., as amended,
8 including the federal Airline Deregulation Act of 1978, 49 U.S.C.,
9 Section 41713, as amended; or

10 7. An entity regulated by the Oklahoma Department of Labor
11 under the Alarm, Locksmith, and Fire Sprinkler Industry Act.

12 SECTION 15. NEW LAW A new section of law to be codified
13 in the Oklahoma Statutes as Section 773.6 of Title 15, unless there
14 is created a duplication in numbering, reads as follows:

15 Any violation of this act shall constitute an unlawful business
16 practice and shall be subject to the provisions of the Oklahoma
17 Consumer Protection Act.

18 SECTION 16. This act shall become effective November 1, 2025.
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1 Passed the House of Representatives the 26th day of March, 2025.

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3 _____
4 Presiding Officer of the House
5 of Representatives

6 Passed the Senate the ____ day of _____, 2025.

7
8 _____
9 Presiding Officer of the Senate