

1 STATE OF OKLAHOMA

2 1st Session of the 60th Legislature (2025)

3 HOUSE BILL 1084

By: Tedford

6 AS INTRODUCED

7 An Act relating to insurance; providing definition;  
8 prohibiting certain assignment of benefits; declaring  
9 certain assignments null and void; providing  
exceptions; clarifying procedures and penalties for  
violation; clarifying un-prohibited activity;  
providing for codification; and providing an  
10 effective date.

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

14 SECTION 1. NEW LAW A new section of law to be codified

15 in the Oklahoma Statutes as Section 1230 of Title 36, unless there  
16 is created a duplication in numbering, reads as follows:

17 A. For purposes of this act, "assignment agreement" means any  
18 instrument by which post-loss benefits under a residential, auto, or  
19 commercial property insurance policy, including, but not limited to,  
20 any right of action against the insurer or any proceeds acquired  
21 from the insurer, are assigned, transferred, or acquired in any  
22 other manner, in whole or in part, to or from a person providing  
23 services, including, but not limited to, communicating with an  
24 insurer on an insured's behalf or inspecting, estimating,

1 | protecting, repairing, restoring, or replacing the property or  
2 | mitigating against further damage to the property.

3 |       B. 1. A person shall not solicit or accept an assignment, in  
4 | whole or in part, of any post-loss insurance benefit for property  
5 | damage under an auto collision or comprehensive policy, residential  
6 | property insurance policy, or commercial property insurance policy.

7 | An assignment agreement is against public policy and is null and  
8 | void, and any contract entered in violation of this section shall be  
9 | void and unenforceable; and

10 |       2. The provisions of paragraph 1 of this subsection do not  
11 | apply to any of the following:

12 |           a. An assignment, transfer, pledge, or conveyance granted  
13 |                   to a federally insured financial institution,  
14 |                   mortgagee, or a subsequent purchaser of the property,  
15 |                   or

16 |           b. Liability coverage under an auto, residential or  
17 |                   commercial property insurance policy.

18 |       C. Violation of subsection B of this section is considered an  
19 | unfair or deceptive trade practice. Any person found to have  
20 | violated the provisions of subsection B of this section shall be  
21 | subject to the procedures and penalties as other unfair or deceptive  
22 | trade practices outlined in Title 36.

1           D. Nothing in this section shall be interpreted to prohibit an  
2 attorney from collecting an attorney fee for an action related to a  
3 property insurance claim.

4           E. Nothing in this section shall be construed to prohibit an  
5 insured from authorizing or directing payment to, or paying, a  
6 person for services, materials, or any other thing which may be, or  
7 is, covered under an insurance policy.

8 SECTION 2. This act shall become effective November 1, 2025.

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10          60-1-10726       MJ        12/06/24

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