PROPOSED REGULATION OF THE ADMINISTRATOR OF THE

DIVISION OF INDUSTRIAL RELATIONS OF THE

DEPARTMENT OF BUSINESS AND INDUSTRY

LCB File No. R163-05

October 26, 2005

EXPLANATION - Matter in *italics* is new; matter in brackets [omitted material] is material to be omitted.

AUTHORITY: §§1-3, section 2 of chapter 350, Statutes of Nevada 2005, at page 1316.

A REGULATION relating to industrial insurance; establishing a method for the equitable distribution of the money withdrawn each year from the Uninsured Employers' Claim Account for the purpose of making annual payments to certain persons for a permanent total disability; requiring an insurer to provide certain information in connection with these payments; and providing other matters properly relating thereto.

- **Section 1.** Chapter 616C of NAC is hereby amended by adding thereto the provisions set forth as sections 2 and 3 of this regulation.
- Sec. 2. 1. The Administrator will make an annual payment to each claimant or dependent who is entitled as of July 1 to receive such a payment for a permanent total disability pursuant to chapter 350, Statutes of Nevada 2005, at page 1316. The amount of the payment to each claimant or dependent is equal to two-fifths of the amount the Administrator withdraws from the Uninsured Employers' Claim Account for this purpose divided by the total number of claimants and dependents entitled to be paid and:
- (a) If the claimant or dependent receives compensation of less than \$1,000 per month, an additional amount that is equal to two-fifths of the amount the Administrator withdraws from the Uninsured Employers' Claim Account divided by the total number of claimants and dependents entitled to be paid pursuant to this paragraph; or

- (b) If the claimant or dependent receives compensation of \$1,000 per month or more, but less than \$1,500 per month, an additional amount that is equal to one-fifth of the amount the Administrator withdraws from the Uninsured Employers' Claim Account divided by the total number of claimants and dependents entitled to be paid pursuant to this paragraph.
 - 2. As used in this section:
- (a) "Claimant" means a person who is entitled to receive compensation pursuant to chapters 616A to 617 of NRS, inclusive, for a permanent total disability and is not entitled to an annual increase in that compensation pursuant to NRS 616C.473.
- (b) "Compensation" means compensation a claimant or dependent is entitled to receive pursuant to chapters 616A to 617 of NRS, inclusive, for a permanent total disability.
 - (c) "Dependent" means a dependent of a claimant.
- Sec. 3. 1. An insurer shall provide any information required by the Administrator to carry out the provisions of section 2 of this regulation and section 2 of chapter 350, Statutes of Nevada 2005, at page 1316.
- 2. An insurer who violates subsection 1 is subject to administrative action pursuant to NRS 616D.120.