

STATE OF NEVADA
DEPARTMENT OF BUSINESS & INDUSTRY
DIVISION OF INSURANCE

Determination of Necessity - Small Business Impact Statement

LCB File No. R007-16

This proposed regulation amends chapter NAC 690C of NAC to clarify what benefits may be included in a service contract.

EFFECTIVE DATE OF REGULATION:
Upon filing with the Nevada Secretary of State

1. BACKGROUND

NRS 690C.080 includes in the definition of a service contract, "A contract that includes a provision for incidental payment of indemnity under limited circumstances, including, without limitation, towing, rental and emergency road service." This proposed regulation would add to those examples: tire and wheel replacement, paintless dent removal, windshield repair/replacement, and key fob replacement. These coverages seem to be qualitatively similar to the towing, rental and emergency road service already specified in statute and may not always be available as a stand-alone insurance coverage or as part of a motor vehicle liability policy.

2. DESCRIPTION OF SOLICITATION

N/A

3. DOES THE PROPOSED REGULATION IMPOSE A DIRECT AND SIGNIFICANT ECONOMIC BURDEN UPON A SMALL BUSINESS OR DIRECTLY RESTRICT THE FORMATION, OPERATION OR EXPANSION OF A SMALL BUSINESS? (NRS 233B.0608.1)(circle one)

☒ NO (answer #4)


☐ YES (skip to #5)

4. HOW WAS THAT CONCLUSION REACHED? (NRS 233B.0608.3)

This proposed regulation clarifies and expands what items a service contract provider may choose to offer in a service contract. It does not impose any new burden on providers.

I, BARBARA D. RICHARDSON, Commissioner of Insurance for the State of Nevada, hereby certify to the best of my knowledge or belief a concerted effort was made to determine the impact of the proposed regulation on small businesses and that this statement was prepared properly and the information contained herein is accurate.

6/15/14
(DATE)


BARBARA D. RICHARDSON
Commissioner of Insurance

