

**PROPOSED REGULATION OF THE
COMMISSIONER OF INSURANCE**

LCB File No. R129-03

September 30, 2003

EXPLANATION – Matter in *italics* is new; matter in brackets ~~omitted material~~ is material to be omitted.

AUTHORITY: §1, NRS 679B.130, 679B.138 and 686A.015.

Section 1. NAC 686A.306 is hereby amended to read as follows:

686A.306 The ~~[Division may]~~ *Commissioner, when deemed appropriate, will* require a payer to ~~[show]~~ *report* substantial compliance with the provisions of NAC 686A.280 to 686A.306, inclusive. Proof that claims are being paid by a payer within the specified limits includes, without limitation, records demonstrating that a tracking system required by NAC 686A.304 has been developed and implemented. ~~[The Division may request a report from a payer that demonstrates compliance with NAC 686A.304 if:~~

- ~~—1.— A violation is identified during an examination by the Division;~~
- ~~—2.— A violation is found as a result of a complaint filed with the Division; or~~
- ~~—3.— The Division determines that a pattern of violations exists.]~~