

**ADOPTED REGULATION OF THE
COMMISSIONER OF INSURANCE**

LCB File No. R249-03

Effective November 12, 2004

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

AUTHORITY: §1, NRS 679B.130; §§2 and 3, NRS 679B.130 and 695D.100; §4, NRS 679B.130, 695D.100 and 695D.250.

A REGULATION relating to insurance; adopting by reference certain publications for financial reporting and examinations of organizations for dental care; revising the address of the Division of Insurance of the Department of Business and Industry; requiring each organization to file an annual report with the Commissioner of Insurance, and requiring, under certain circumstances, a foreign or alien organization to submit an affidavit, a jurat page or a copy of the jurat page to the Commissioner of Insurance to indicate that the annual report of the organization has been filed; authorizing the Commissioner to require a foreign or alien organization to file a financial report more frequently than annually under certain circumstances; requiring each domestic organization to file a quarterly report with the Commissioner; requiring an organization to file an audited financial statement with the Commissioner in accordance with certain forms and instructions provided by the National Association of Insurance Commissioners; authorizing the Commissioner to grant a reasonable extension of time for filing an annual report or audited financial statement under certain circumstances; requiring an organization to maintain blanket fidelity coverage issued by an authorized issuer; and providing other matters properly relating thereto.

Section 1. NAC 679B.033 is hereby amended to read as follows:

679B.033 1. The following publications of the National Association of Insurance Commissioners are hereby adopted by reference and may be obtained from the National Association of Insurance Commissioners, Publications Department, 2301 McGee Street, Suite 800, Kansas City, Missouri ~~[64108-2604,]~~ *64108-1662, or by ordering via telephone at (816) 783-8830 or on the Internet at <<http://www.naic.org/insprod>>* at the respective prices indicated:

(a) The *Examiners Handbook*, which consists of ~~[Volume One,]~~ :

(1) *The Financial Condition Examiners Handbook*, which may be obtained at the domestic price of \$250 and the international price of \$270; and ~~[Volume Two, Model]~~

(2) *The Market Conduct Examiners Handbook*, ~~[and]~~ which may be obtained at the domestic price of ~~[\$125 for Volume One and \$125 for Volume Two.]~~ \$250 and the international price of \$270.

(b) The *Accounting Practices and Procedures Manual*, which may be obtained at the domestic price of ~~[\$225.]~~ \$395 and the international price of \$435.

(c) *The Annual Statement Blanks for Life and Accident and Health*, which may be obtained at the domestic price of \$200 and the international price of \$220.

(d) *The Annual Statement Blanks for Health*, which may be obtained at the domestic price of \$200 and the international price of \$220.

(e) The *Annual Statement Instructions Manual for Life and Accident and Health*, which may be obtained at the domestic price of \$225 ~~[.These]~~ and the international price of \$250. Except as otherwise provided in paragraph (g), these instructions must be used by an insurer that, under its certificate of authority, transacts health insurance or life insurance, as those terms are defined in NRS 681A.030 and 681A.040, respectively.

~~[(d)]~~ (f) The *Annual Statement Instructions Manual for Property and Casualty*, which may be obtained at the domestic price of \$225 ~~[.]~~ and the international price of \$250. These instructions must be used by an insurer that, under its certificate of authority, transacts casualty insurance or property insurance, as those terms are defined in NRS 681A.020 and 681A.060, respectively.

~~[(e)]~~ (g) The *Annual Statement Instructions ~~[Manual]~~ for Health*, which may be obtained at the domestic price of ~~[\$175.]~~ \$225 and the international price of \$250. These instructions must

be used by an insurer whose certificate of authority is issued in accordance with NRS 695B.110, 695C.090, 695D.110 or 695F.100.

2. The publications listed in subsection 1 apply to the:

(a) Conduct and report of an examination made pursuant to NRS 679B.230 to 679B.300, inclusive, 695C.310 and 695D.270; and

(b) Evaluation of the financial condition of an insurer or organization based on an examination or its annual statement. As used in this paragraph, “organization” includes:

(1) A health maintenance organization, as that term is defined in NRS 695C.030; and

(2) An organization for dental care, as that term is defined in NRS 695D.060.

3. If any publication listed in subsection 1 is revised, the Commissioner will review the revision to determine its suitability for this State. If the Commissioner determines that the revision is not suitable for this State, he will give notice within 30 days after the effective date of the revision. If the Commissioner does not give notice within 30 days, the revision becomes part of the publication adopted by reference pursuant to subsection 1. If a revision becomes part of a publication pursuant to this subsection and a person objects to and is aggrieved by the revision, that person may request a hearing before the Commissioner pursuant to NRS 679B.310 to 679B.370, inclusive.

4. The ~~Model~~ *Market Conduct Examiners Handbook* will be used in the examination of the records of an administrator.

5. All persons, including, without limitation, insurers and health maintenance organizations, required to file financial statements with the Commissioner shall prepare those statements in accordance with the appropriate publications adopted by reference in this section.

Sec. 2. NAC 695D.110 is hereby amended to read as follows:

695D.110 1. Any person who wishes to review or obtain a copy of an application for a certificate of authority must submit a written request to the offices of the Division at ~~[1665 Hot Springs Road,]~~ *788 Fairview Drive, Suite 300*, Carson City, Nevada ~~[89710.]~~ *89701-5491*. If a copy is requested, a fee in an amount sufficient to cover the cost of the copy and any cost of postage must be submitted with the request.

2. Any person who wishes to be notified of a pending application must file with the Division a written request to be placed on a list maintained by the Division for that purpose.

Sec. 3. NAC 695D.260 is hereby amended to read as follows:

695D.260 1. ~~[Except as otherwise provided in subsection 3, an organization shall]~~ *As a condition of doing business in this State, each organization must* submit to the Commissioner an annual ~~[statement in such form as he may prescribe.~~

~~—2.— The annual statement must be based on statutory principles of insurance accounting.~~

~~—3.] report required by NRS 695D.260 that:~~

(a) Conforms to the format prescribed by the National Association of Insurance Commissioners in the Annual Statement Instructions for Health and the Accounting Practices and Procedures Manual, which have been adopted by reference in NAC 679B.033;

(b) Contains exhibits and schedules that follow the specifications developed by the National Association of Insurance Commissioners; and

(c) Contains any other information relating to the organization required by the Commissioner.

2. *Information from the annual report of the organization must be filed:*

(a) Pursuant to the specifications adopted by the National Association of Insurance Commissioners for filing information in an electronic format;

(b) At the central office of the National Association of Insurance Commissioners, 2301 McGee Street, Suite 800, Kansas City, Missouri 64108-2662; and

(c) On or before March 1 of each year.

3. If a foreign or alien organization files a report in an electronic format with the National Association of Insurance Commissioners, that report will be deemed to have been filed with the Commissioner if:

(a) The foreign or alien organization submits an affidavit, a jurat page or a copy of the jurat page to the Commissioner indicating that the report has been so filed. If the organization submits a jurat page, the jurat page must:

(1) Conform to the format prescribed by the National Association of Insurance Commissioners in the Annual Statement Instructions for Health, which has been adopted by reference in NAC 679B.033; and

(2) Be executed by a notarial officer pursuant to NRS 240.1655 and 240.167.

(b) The affidavit, jurat page or copy of the jurat page, is accompanied by the applicable fees set forth in NRS 680B.010.

4. An annual report required by NRS 695D.260 to be filed with the Commissioner by an organization must be on the current version of the Annual Statement Blanks for Health adopted by the National Association of Insurance Commissioners, which has been adopted by reference in NAC 679B.033. Each organization shall, in preparing the report, follow the Annual Statement Instructions for Health adopted by the National Association of Insurance Commissioners, which accompanies the Annual Statement Blanks for Health.

5. If necessary to determine the financial condition of a foreign or alien organization or the fulfillment of contractual obligations or compliance with law by a foreign or alien

organization, the Commissioner may require the foreign or alien organization to file a financial report more frequently than annually. Such a report must be:

- (a) Filed on the current form adopted by the National Association of Insurance Commissioners for the type of organization filing;*
- (b) Completed in accordance with the instructions accompanying that form; and*
- (c) Filed with the National Association of Insurance Commissioners in an electronic format.*

6. Each domestic organization shall file a quarterly report with the Commissioner. A quarterly report must be:

- (a) Filed on the current form adopted by the National Association of Insurance Commissioners for the type of organization reporting;*
- (b) Completed in accordance with the instructions accompanying that form; and*
- (c) Filed with the National Association of Insurance Commissioners in an electronic format.*

7. The *audited* financial statement of the organization filed pursuant to subsection 3 of NRS 695D.260 is a separate document from the annual statement required to be filed pursuant to paragraph (a) of subsection 2 of NRS 695D.260. *Each organization filing the audited financial statement shall follow the Annual Statement Instructions for Health adopted by the National Association of Insurance Commissioners.* Consolidated statements for organizations that are members of an insurance holding company are not acceptable.

~~[4.]~~ 8. The Commissioner will, if appropriate, take disciplinary action pursuant to NRS 695D.300 against an organization which fails to file its *annual* financial *reports or* statements on the prescribed forms, *in the prescribed format* or by the prescribed date.

9. The Commissioner ~~[will grant, for good cause and upon advance written request, an]~~ *may grant a reasonable extension of time* for filing ~~[a statement]~~.

~~5. If deemed appropriate, the Commissioner will request that an organization file a financial statement more frequently than annually. If a quarterly statement is required by the Commissioner, it must be filed on the form prescribed by the Commissioner and be completed in accordance with the instructions accompanying that form.]~~ *the annual report or the audited financial statement required by NRS 695D.260 if the request for an extension is submitted in writing and in advance and shows good cause.*

10. *As used in this section, “jurat page” means a written declaration by a notarial officer that the signer of a document signed the document in the presence of the notarial officer and swore to or affirmed that the statements in the document are true.*

Sec. 4. NAC 695D.300 is hereby amended to read as follows:

695D.300 An organization shall maintain:

1. A capital account with a net worth, according to the number of members in the organization, of not less than the following amounts:

Number of Members.....	Net Worth
Less than 2,500.....	\$50,000
2,500 to 5,000.....	\$75,000
5,000 or more.....	\$125,000

2. Except as otherwise provided in this subsection, a surety bond or deposit of cash or securities for the protection of members of not less than the amount required by NRS 695D.170. The Commissioner will allow the bond or deposit to be reduced to \$125,000 until the organization has 5,000 members.

3. ~~[A collective fidelity bond]~~ *Blanket fidelity coverage* issued by an authorized insurer in an amount of not less than \$1,000,000.

4. A contract of insurance providing that, in the event the organization is declared insolvent by the Division or a court of competent jurisdiction, the insurer will pay all claims made by a member from the first dollar of eligible expenses for a period of not less than 60 days. If this coverage is cancelled, written notice of the cancellation must be given to the Division by the organization and its insurer not less than 90 days before the cancellation becomes effective. The insurer may require the organization to include in its agreements with its providers, a requirement that the provider accept any assignment made by the organization to the insurer for the continuation of benefits upon the insolvency of the organization.

5. A contract of insurance to stop the losses of the organization, in an amount acceptable to the Commissioner.

6. The reserves required by NRS 695D.250 must be segregated in a trust fund located in a federally insured financial institution in this State. ~~[The reserves held for taxes on premiums must be kept in a similar trust fund.]~~ Any interest earned on ~~[either]~~ *the* fund may be credited to the organization.

NOTICE OF ADOPTION OF PROPOSED REGULATION
LCB File No. R249-03

The Commissioner of Insurance adopted regulations assigned LCB File No. R249-03 which pertain to chapter 695D of the Nevada Administrative Code on May 31, 2004.

Notice date: 12/30/2003
Hearing date: 1/30/2004

Date of adoption by agency: 5/31/2004
Filing date: 11/12/2004

INFORMATIONAL STATEMENT

A hearing was held on January 30, 2004, at the offices of the Department of Business and Industry, Division of Insurance (Division), 788 Fairview Drive, Suite 300, Carson City, Nevada 89701, with a simultaneous video-conference conducted at the Bradley Building, 2501 E. Sahara Avenue, Manufactured Housing Division Conference Room, 2nd Floor, Las Vegas, Nevada 89104, regarding the adoption of the regulation concerning financial reporting requirements of dental care organizations.

Public comment was solicited by posting notice of the hearing in the following public locations: 788 Fairview Drive, Legislative Counsel Bureau, Capitol Building Lobby, Blasdel Building, Carson City Courthouse, State Library, Clark County Library, Capitol Press Room and the Division's Las Vegas office.

In addition, the Division maintains a list of interested parties, comprised mainly of insurance companies, agencies, and other persons regulated by the Division. These persons were notified of the hearing and that copies of the regulation could be obtained from or examined at the offices of the Division in Carson City.

The hearing was attended by 13 individuals. Mr. Bob Burch, representing the Division, provided oral testimony. There were no other speaking participants. The Division received no written testimony. Mr. Burch stated that the regulation adds certain referenced publications, updates where the referenced publications may be obtained and the cost of each, corrects the address of the Division, updates the requirements for filing and submission of financial statements, changes the wording "collective fidelity coverage" to "blanket fidelity coverage", and eliminates the reserve for premium taxes. During the workshop, the participants concurred with the Division on the changes to the proposed regulation. A revised version of the regulation is attached. The revision amends the proposed regulation for clarification. The Commissioner has issued an order adopting the regulation, as revised pursuant to the workshop and hearing, as a permanent regulation of the Division.

Based upon the testimony received at the hearing, the proposed regulation is revised to read as follows:

1. Paragraph (a) of subsection 1 of section 3 is amended to read as follows:

- 1(a). Conforms to the format prescribed by the National Association of Insurance Commissioners in the Annual Statement Instructions *for Health* for the organization filing the statement and the Accounting Practices and Procedures Manual, which have been adopted by reference in NAC 679B.033;
2. Paragraph (a) of subsection 3 of section 3 is amended to read as follows:
- 3(a). The foreign or alien organization submits an affidavit or *Jurat page or a copy ~~{of a jurat}~~ thereof*, executed by a notarial officer pursuant to NRS 240.1655 and 240.167 to the Commissioner indicating that the statement has been so filed; and
3. Paragraph (b) of subsection 3 of section 3 is amended to read as follows:
- 3(b). The affidavit or *Jurat page or a copy ~~{of the jurat}~~ thereof*, is accompanied by the applicable fees set forth in NRS 680B.010.
4. Subsection 4 of section 3 is amended to read as follows:
4. An annual statement required by NRS 695D.260 to be filed with the Commissioner by an organization must be on the current version of the Annual Statement Blanks *for Health* adopted by the National Association of Insurance Commissioners, which has been adopted by reference in NAC 679B.033. Each organization shall, in preparing the statement, follow the Annual Statement Instructions *for Health* adopted by the National Association of Insurance Commissioners, which accompanies the Annual Statement Blanks *for Health*.
5. Subsection 7 of section 3 is amended to read as follows:
7. The audited financial statement of the organization filed pursuant to subsection 3 of NRS 695D.260 is a separate document from the annual statement required to be filed pursuant to paragraph (a) of subsection 2 of NRS 695D.260. Each organization filing the audited financial statement shall follow the Annual Statement Instructions *for Health* adopted by the National Association of Insurance Commissioners. *Consolidated statements for organizations that are members of an insurance holding company are not acceptable.*
6. Subsection 3 of section 4 is amended to read as follows:
3. ~~{Collective}~~ *Blanket* fidelity coverage issued by an authorized insurer in an amount of not less than \$1,000,000.

The economic impact of the regulation is as follows:

(a) On the business it is to regulate: None.

(b) On the public: None.

The Division anticipates no additional cost to enforce the regulation.

The Division is not aware of any overlap or duplication of the regulation with any state, local or federal regulation.

ADDENDUM TO INFORMATIONAL STATEMENT

This letter provides additional information on the economic impact of the regulation as expressed on page 3 of the Informational Letter.

The economic impact of the regulation on the business that it is to regulate is amended to read as follows:

Section 1 updates the names of forms, locations and prices for annual filing purposes. The National Association of Insurance Commissioners sets the prices (NAIC), not the State of Nevada. The economic impact equals the prices of the forms.

Section 2 corrects the address of the Division of Insurance, and therefore, will have no cost to the entities regulated.

Section 3 requires dental care organizations to file statements of financial condition using NAIC forms and procedures. Domestic dental care organizations must file their statements quarterly with the Commissioner and annually with the NAIC. Alien or foreign organizations must file annually with the NAIC. In addition, they must file an affidavit, a signed jurat page or a copy of a signed jurat page with the Commissioner. The economic impact on domestic organizations will be the cost of conversion to NAIC forms and procedures, however, most are already in compliance. The impact on alien or foreign organizations will be positive as a copy of a signed jurat page will relieve the company of the need to send affidavits or original signed jurat pages.

Section 4 replaces the term “collective fidelity bond” with the more appropriate term “blanket fidelity coverage.” This will have no economic impact on the regulated businesses.

STATE OF NEVADA
DEPARTMENT OF BUSINESS AND INDUSTRY
DIVISION OF INSURANCE

IN THE MATTER OF

CAUSE NO. **03.783**
LCB FILE NO. **R249-03**

**REGULATION RELATING TO THE
FINANCIAL REPORTING FOR DENTAL
CARE ORGANIZATIONS.**

**SUMMARY OF PROCEEDINGS
AND ORDER**

SUMMARY OF PROCEEDINGS

A public workshop, as required by NRS 233B.061, on the proposed regulation relating to the financial reporting for dental care organizations, was held before Cliff King, Chief Insurance Assistant, on January 30, 2004, in Carson City, Nevada, and video-conferenced to the Bradley Building in Las Vegas, Nevada. A public hearing on the proposed regulation was also held before Cliff King, Chief Insurance Assistant, on January 30, 2004, in Carson City, Nevada, and video-conferenced to the Bradley Building in Las Vegas, Nevada. The regulation is proposed under the authority of NRS 679B.130.

The hearing was attended by 13 individuals. Testimony was received at the hearing from Bob Burch, representing the Department of Business and Industry, Division of Insurance (Division). The Division received no written comments.

Mr. Burch testified that:

1. The intent of the regulation was to correct and update several provisions, as well as, adding several provisions to clarify the financial reporting requirements for dental care organizations.

2. The first provision, citing NAC 679B.033, updates and adds additional wording to that particular regulation about the different publications of the National Association of Insurance Commissioners (NAIC), including the Examiner's Handbook, which consists of the *Financial Examiner's Handbook*, the *Market Conduct Examiner's Handbook*, the *Accounting Practices and Procedures Manual*, the *Annual Statement Blank for Life, Accident and Health*, the *Annual Statement Blank for Health*, the *Annual Statement Instructions for Life, Accident and Health*, the *Annual Statement Instructions Manual for Property and Casualty*, and the *Annual Statement Instructions Manual for Health*. The regulation states where the manuals may be obtained and the cost of each manual.

3. The second provision corrects the address of the Division.

4. The third provision addresses the submission of the annual statements, audited financial statements, and the filing of the financial statements with the NAIC. Basically, the regulation provides that, as a condition of doing business in the state, each dental care organization shall submit to the Commissioner of Insurance (Commissioner) an annual statement that conforms to the format prescribed by the NAIC in the *Annual Statement Instructions* and the

Accounting Practices and Procedures Manual. The annual statement shall contain the exhibits and schedules developed by the NAIC and any other information relating to the dental care organization required by the Commissioner. The annual statement must be the current one adopted by the NAIC, prepared according to the current annual statement instructions. Dental care organizations must use the *Annual Statement Blanks* and the *Annual Statement Instructions* as adopted by the NAIC.

5. The annual statement must be filed pursuant to the specifications of the NAIC for filing the information in an electronic format at the central office of the NAIC on or before March 1st of each year. If a foreign or alien dental care organization files the annual statement with the NAIC, the statement shall be deemed to have been filed with the Commissioner if the foreign or alien dental care organization submits an affidavit, a signed jurat page, or a copy of a signed jurat page to the Commissioner with the applicable fees.

6. If it is necessary to determine a foreign or alien dental care organization's financial condition, the Commissioner may require such organizations to file a financial statement more frequently than annually. The required statement must be the current form and prepared according to the annual statement instructions and filed with the NAIC.

7. All domestic dental care organizations shall file a quarterly statement with the Commissioner. The required statement must be the current form and prepared according to the annual statement instructions and filed with the NAIC.

8. The audited financial statement that is required to be filed pursuant to NRS 695D.260 is a separate document from the annual statement. Each dental care organization filing the audited financial statement shall follow the instructions in the *Annual Statement Instructions*. The audited financial statement is to be prepared by an independent certified public accountant. Consolidated statements for dental care organizations that are members of an insurance holding company are not acceptable.

9. The dental care organization is subject to disciplinary action for failing to file its annual statement or financial report on the prescribed forms, in the prescribed format, or by the prescribed date. The Commissioner may grant a dental care organization a reasonable extension of time for filing the annual statement or audited financial report, if the request is submitted in advance, in writing, and shows good cause.

10. The fourth provision amends the section of the regulation that outlines the requirement that a dental care organization must maintain in order to retain its certificate of authority. Subsection 3 of section 4 changes "collective fidelity coverage" to "blanket fidelity coverage." Subsection 6 of section 4 is amended to eliminate the reserve requirement for the premium tax reserve.

11. The Legislative Counsel Bureau (LCB) changed the terminology of subsection 3(a) and 3(b) of section 3 from the Division's proposed regulation by substituting "jurat" for "Jurat page." Mr. Burch explained that the Division was requesting that the wording be changed back to "Jurat page" as originally stated in the Division's proposed regulation. Additionally, Mr. Burch stated that, in order to be consistent with the other regulations addressing the jurat page, the wording, "or a copy thereof", is to be added to the revised regulation; thus, the wording will be changed to "an affidavit or a Jurat page or a copy thereof."

12. LCB did not identify the Annual Statement Blanks or the Annual Statement Instructions correctly in the LCB version. The Division is requesting that the titles of the publications include "for Health", which makes the titles consistent with the reference in NAC 679B.033. In paragraph (a) of subsection 1, subsection 4, and subsection 7 of section 3, the

complete title of the instruction publication is the *Annual Statement Instructions for Health*. In subsection 4 of section 3, the complete title of the forms publication is the *Annual Statement Blanks for Health*.

Mr. King asked why the term “collective” was being used in reference to the fidelity coverage and suggested that the term be changed to “blanket”, which would make the term consistent with the other health based regulations. Mr. Burch agreed that the section should be changed to read “Blanket fidelity coverage.”

Hearing Officer Cliff King asked if there were any other comments. Being none, he directed staff to prepare the informational statement and the order adopting this regulation as amended.

RECOMMENDED ORDER OF THE HEARING OFFICER

Based upon the testimony received at the hearing, it is recommended that the proposed regulation be revised to read as follows:

1. Paragraph (a) of subsection 1 of section 3 is amended to read as follows:
 - 1(a). Conforms to the format prescribed by the National Association of Insurance Commissioners in the Annual Statement Instructions *for Health* for the organization filing the statement and the Accounting Practices and Procedures Manual, which have been adopted by reference in NAC 679B.033;
2. Paragraph (a) of subsection 3 of section 3 is amended to read as follows:
 - 3(a). The foreign or alien organization submits an affidavit or *Jurat page or a copy ~~[of a jurat]~~ thereof*, executed by a notarial officer pursuant to NRS 240.1655 and 240.167 to the Commissioner indicating that the statement has been so filed; and
3. Paragraph (b) of subsection 3 of section 3 is amended to read as follows:
 - 3(b). The affidavit or *Jurat page or a copy ~~[of the jurat]~~ thereof*, is accompanied by the applicable fees set forth in NRS 680B.010.
4. Subsection 4 of section 3 is amended to read as follows:
 4. An annual statement required by NRS 695D.260 to be filed with the Commissioner by an organization must be on the current version of the Annual Statement Blanks *for Health* adopted by the National Association of Insurance Commissioners, which has been adopted by reference in NAC 679B.033. Each organization shall, in preparing the statement, follow the Annual Statement Instructions *for Health* adopted by the National Association of Insurance Commissioners, which accompanies the Annual Statement Blanks *for Health*.
5. Subsection 7 of section 3 is amended to read as follows:
 7. The audited financial statement of the organization filed pursuant to subsection 3 of NRS 695D.260 is a separate document from the annual statement required to be filed pursuant to paragraph (a) of subsection 2 of NRS 695D.260. Each organization filing the audited financial statement shall follow the Annual

Statement Instructions *for Health* adopted by the National Association of Insurance Commissioners. Consolidated statements for organizations that are members of an insurance holding company are not acceptable.

6. Subsection 3 of section 4 is amended to read as follows:
 3. ~~Collective~~ *Blanket* fidelity coverage issued by an authorized insurer in an amount of not less than \$1,000,000.

SO RECOMMENDED this _____ day of May, 2004.

CLIFF KING, CPCU
Chief Insurance Assistant and Hearing Officer

ORDER OF THE COMMISSIONER

Having reviewed the record in this matter, it is hereby ordered that the proposed regulation concerning financial reporting of dental care organizations, LCB File No. R249-03, be adopted, as amended, as a permanent regulation of the Division.

SO ORDERED this _____ day of May, 2004.

ALICE A. MOLASKY-ARMAN
Commissioner of Insurance