

**PROPOSED REGULATION OF THE  
COMMISSIONER OF INSURANCE**

**LCB File No. R025-04**

March 17, 2004

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

AUTHORITY: §§1-6, NRS 679B.130; §§7 and 8, NRS 679B.130 and 687B.420.

A REGULATION relating to contracts of insurance; requiring insurers and health maintenance organizations to notify client companies of cancellation of or failure to renew policies or contracts; and providing other matters properly relating thereto.

**Section 1.** Chapter 687B of NAC is hereby amended by adding thereto the provisions set forth as sections 2 to 8, inclusive, of this regulation.

**Sec. 2.** *As used in sections 2 to 8, inclusive, of this regulation, unless the context otherwise requires, the words and terms defined in sections 3 to 6, inclusive, of this regulation have the meanings ascribed to them in those sections.*

**Sec. 3.** *“Client company” has the meaning ascribed to it in NRS 616B.670.*

**Sec. 4.** *“Employee leasing company” has the meaning ascribed to it in NRS 616B.670.*

**Sec. 5.** *“Health maintenance organization” has the meaning ascribed to it in NRS 695C.030.*

**Sec. 6.** *“Insurer” has the meaning ascribed to it in NRS 679A.100.*

**Sec. 7.** *An insurer or health maintenance organization shall not cancel or fail to renew a policy or contract issued to an employee leasing company pursuant to chapter 688B, 689A,*

*689B, 689C, 695A, 695B, 695C, 695D or 695F of NRS unless notice in writing of the proposal is given to:*

- 1. The employee leasing company; and*
- 2. The client company.*

**Sec. 8.** *1. Employee leasing companies applying for insurance coverage under chapter 688B, 689A, 689B, 689C, 695A, 695B, 695C, 695D or 695F of NRS shall submit the names and addresses of client companies with their applications.*

*2. Employee leasing companies shall update the names and addresses of client companies submitted pursuant to subsection 1 on a monthly basis.*

*3. The information provided by leasing companies pursuant to subsections 1 and 2 is confidential.*