

**PROPOSED REGULATION OF THE  
COMMISSIONER OF INSURANCE**

**LCB File No. R069-07**

August 9, 2007

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

AUTHORITY: §§1-4, NRS 679B.130 and 694C.170.

A REGULATION relating to insurance; establishing the expenses that may be incurred in certain examinations of captive insurers conducted by the Commissioner of Insurance; revising provisions relating to certain publications adopted by the Commissioner by reference; and providing other matters properly relating thereto.

**Section 1.** Chapter 694C of NAC is hereby amended by adding thereto the provisions set forth as sections 2 and 3 of this regulation.

**Sec. 2.** *Reasonable and proper expenses incurred in an examination conducted pursuant to NRS 694C.410 may include, without limitation:*

*1. For a financial examiner or market conduct examiner, a daily salary as defined in the Examiners Handbook, which is adopted by reference in NAC 679B.033.*

*2. For expert assistants, a daily salary based upon the rate established in the contract approved by the State Board of Examiners.*

*3. The maximum per diem rate for the location of the examination established by the Administrator of General Services in the Federal Trade Regulation System, of the General Services Administration, 41 C.F.R. Chapters 300 to 304, inclusive, and set forth in Domestic Per Diem Rates, which is adopted by reference in NAC 694C.090.*

4. *Expenses for transportation, including, without limitation, the cost of airfare, rail fare, taxicab fare and automobile rental and the reimbursement of any personal automobile expenses necessary to reach the location of the examination. The calculation of expenses for transportation may include expenses for transportation incurred by virtue of the length of time necessary to complete the examination.*

5. *Upon approval of the Commissioner, miscellaneous expenses incurred by the examiner and assistants while performing an examination. Miscellaneous expenses may include, without limitation, expenses for telephone calls, facsimile transmissions and postal charges relating to the examination.*

6. *An administrative charge, expressed as a percentage of the daily salary of the examiner or assistant, as provided in subsections 1 and 2 and as provided in the division budget approved by the Nevada Legislature.*

**Sec. 3.** *The Commissioner will periodically review:*

1. *The Property/Casualty Insurance Annual Statement Blanks (ASB-PU) and the Annual Statement Instructions for the Property/Casualty Manual (ASI-PU), as adopted by reference in subsection 1 of NAC 694C.090;*

2. *The AICPA Professional Standards, as adopted by reference in subsection 2 of NAC 694C.090;*

3. *The Original Pronouncements As Amended, and the Current Text, as adopted by reference in subsection 3 of NAC 694C.090; and*

4. *The Domestic Per Diem Rates, as adopted by reference in subsection 4 of NAC 694C.090,*

↪ *and determine within 30 days after the review whether any change made to a publication listed in subsections 1 to 4, inclusive, is appropriate for application in this State. If the Commissioner does not disapprove a change to an adopted publication within 30 days after the review, the change is deemed to be approved by the Commissioner.*

**Sec. 4.** NAC 694C.090 is hereby amended to read as follows:

694C.090 The Commissioner hereby adopts the following publications by reference:

1. The *Property/Casualty Insurance Annual Statement Blanks (ASB-PU)* and the *Annual Statement Instructions for the Property/Casualty Manual (ASI-PU)*, published by the National Association of Insurance Commissioners. A copy of these publications may be purchased from NAIC Insurance Products and Services Division, 2301 McGee Street, Suite 800, Kansas City, Missouri 64108-2662, by telephone at (816) 783-8300, by fax at (816) 460-7593 or by electronic mail at prodserv@naic.org, at a cost of \$200 for *ASB-PU* and \$225 for *ASI-PU*.
2. The *AICPA Professional Standards, 2007 edition*, published by the American Institute of Certified Public Accountants. A copy of this publication may be obtained from the American Institute of Certified Public Accountants, Order Department, P.O. Box 2209, Jersey City, New Jersey 07303-2209, by telephone at (888) 777-7077, by fax at (800) 362-5066 or at the Internet address <https://www.cpa2biz.com/default.htm>, at a cost of ~~[\$103.50]~~ **\$119** for members of the AICPA or ~~[\$129.38]~~ **\$148.75** for nonmembers.
3. Original Pronouncements *As Amended, 2007-2008 edition*, and Current Text, *2007-2008 edition*, published by the Financial Accounting Standards Board. A copy of each of these publications may be obtained at the Internet address <http://www.fasb.org> or by telephone at (800) 748-0659. The cost of:
  - (a) The Original Pronouncements *As Amended* is ~~[\$125.]~~ **\$140**.

(b) The Current Text is ~~[\$110.]~~ \$125.

(c) Both publications purchased as a set is ~~[\$215.]~~ \$240.

4. *The Domestic Per Diem Rates, published by the General Services Administration. A copy of this publication may be obtained, free of charge, from the General Services Administration at the Internet address <http://www.gsa.gov/perdiem>.*