

**PROPOSED REGULATION OF THE  
COMMISSIONER OF INSURANCE**

**LCB File No. R054-12**

July 11, 2012

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

AUTHORITY: §§1-5, NRS 679B.130, 686A.015; §6, NRS 679B.130, 693A.110.

A REGULATION relating to insurance brokers and agents; revising certain references to the terms “broker” and “agent” in provisions governing insurance trade practices; and providing other matters properly relating thereto.

**Section 1.** NAC 686A.010 is hereby amended to read as follows:

686A.010 As used in this chapter, unless the context otherwise requires:

1. “Broker” has the meaning ascribed to it in NRS ~~[683A.040.]~~ *683A.321*.
2. “Commissioner” means the Commissioner of Insurance.
3. “Division” means the Division of Insurance of the Department of Business and Industry.

**Sec. 2.** NAC 686A.210 is hereby amended to read as follows:

686A.210 1. No agent, broker or insurer may participate in any transaction in which an insured is forced to cancel existing coverage on property which the insured is transferring to another and purchase other coverage on newly acquired property if the coverage is adequate for the newly acquired property.

2. This section applies to all agents, brokers and insurers, including, without limitation, lenders which issue coverage as agents and agencies with which the lender is in any way connected.

3. As used in this section, “agent” has the meaning ascribed to it in NRS ~~683A.030.~~ **683A.321.**

**Sec. 3.** NAC 686A.320 is hereby amended to read as follows:

686A.320 As used in NAC 686A.320 to 686A.340, inclusive, unless the context otherwise requires:

1. “Agent” has the meaning ascribed to it in NRS ~~683A.030.~~ **683A.321.**

2. “Financial planner” means an agent or broker who has successfully completed a course of instruction required for designation as a financial planner by a recognized professional association of financial planners.

3. “Health insurance” includes any:

(a) Contract for hospital, medical or dental services entered into pursuant to chapter 695B of NRS;

(b) Health care plan provided pursuant to chapter 695C of NRS;

(c) Plan for dental care provided pursuant to chapter 695D of NRS; or

(d) Plan for prepaid limited health service provided pursuant to chapter 695F of NRS.

**Sec. 4.** NAC 686A.420 is hereby amended to read as follows:

686A.420 As used in NAC 686A.410 to 686A.455, inclusive, unless the context otherwise requires, the following words and terms have the meanings ascribed to them:

1. “Agent” has the meaning ascribed to it in NRS ~~683A.030.~~ **683A.321.**

2. “Buyer’s guide” means a document which contains, and is limited to, the language contained in the appendix\* to this regulation or language approved by the Commissioner.

3. “Cash dividend” means the current illustrated dividend which can be applied toward payment of the gross premium.

4. “Generic name” means a short title which is descriptive of the premium and benefit pattern of a policy or a rider.

5. This “regulation” means NAC 686A.410 to 686A.455, inclusive.

\*The appendix is not codified but is available in the Office of the Secretary of State or the Division.

**Sec. 5.** NAC 686A.513 is hereby amended to read as follows:

686A.513 “Agent” has the meaning ascribed to it in NRS ~~683A.030.~~ **683A.321.**

**Sec. 6.** NAC 693A.620 is hereby amended to read as follows:

693A.620 “Broker” has the meaning ascribed to it in NRS ~~683A.040.~~ **683A.321.**