

**ADOPTED REGULATION OF
THE COMMISSIONER OF INSURANCE**

LCB File No. R067-13

Effective March 28, 2014

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

AUTHORITY: §1, NRS 679B.130.

A REGULATION relating to casualty insurance; revising provisions relating to certain notices for policies of automobile insurance; and providing other matters properly relating thereto.

Section 1. NAC 690B.310 is hereby amended to read as follows:

690B.310 Each insurance company which issues an automobile policy on a risk located or garaged in Nevada which does not include ~~{public}~~ *bodily injury* liability *insurance* and property damage *liability* insurance will ~~{imprint, stamp, or place a sticker on the face thereof in red in 14-point type or larger wording}~~, *when the policy is issued, include a notice, prominently displayed on the declarations page, which is worded* substantially as follows:

“This is a limited policy which does not provide automobile bodily injury liability *insurance* or property damage liability insurance which are required to satisfy the financial responsibility laws of Nevada or any state.”

NRS 233B.066
INFORMATIONAL STATEMENT
R067-13

March 12, 2014

A workshop was held on October 30, 2013, and a hearing was held on March 4, 2014, at the office of the Department of Business and Industry, Division of Insurance (“Division”), located at 1818 East College Parkway, Suite 103, Carson City, Nevada 89706, with a simultaneous videoconference conducted at the Division’s office located in the Bradley Building, 2501 E. Sahara Avenue, Suite 302, Las Vegas, Nevada 89104, in regard to adoption of the regulation concerning limited automobile policy disclosures.

This regulation is needed to provide insurers more flexibility in complying with an existing notice requirement.

Adoption of this regulation is not required by federal law.

Public comment was solicited by posting notices of the workshop and hearing in the following public locations: the Division’s Internet Website, the Division’s Carson City and Las Vegas offices, Carson City Courthouse, Office of the Attorney General, Capitol Building Lobby, Capitol Building Press Room, Blasdel Building, and Legislative Counsel Bureau; and by providing the notices of the workshop and hearing to: the Donald W. Reynolds Press Center, Nevada State Library, Carson City Library, Churchill County Library, Clark County District Library, Douglas County Library, Elko County Library, Esmeralda County Library, Eureka Branch Library, Humboldt County Library, Lander County Library, Lincoln County Library, Lyon County Library, Mineral County Library, Pershing County Library, Storey County Clerk, Tonopah Public Library, Washoe County Library, and White Pine County Library.

Comments were also solicited from affected businesses and interested persons when the proposed regulation was distributed by e-mail to the Commissioner’s Property and Casualty Advisory Committee and other interested parties on October 23, 2013.

The Division’s Legal Section maintains an e-mail list of interested parties, comprised mainly of insurance companies, agencies, and other persons regulated by the Division. The parties on the e-mail list were notified of the workshop and hearing and that a copy of the regulation could be accessed from the Division’s Internet Website at doi.nv.gov.

The workshop was not attended by any interested member(s) of the public in either Carson City or Las Vegas. At the workshop, the proposed regulation was presented orally by Erin Summers, Insurance Actuarial Analyst II, on behalf of the Division. There was no oral testimony by any member of the public.

The hearing was attended by one interested member of the public, in Carson City only. At the hearing, the proposed regulation was presented orally by Ms. Summers on behalf of the

Division. One individual, Kay Lockhart of Nevada Independent Insurance Agents, provided testimony, stating her support for the regulation.

The Division received two written comments. One comment expressed concern with the ambiguous term “public liability” and with including the disclosure notice on the declarations page instead of on a separate policyholder notice. The other comment expressed concern with adding new language to the declarations page.

Regarding the person(s) who gave testimony at the workshop or hearing, and/or submitted written comments, the following disclosures are made pursuant to NRS 233B.066(1)(c):

Name	Organization Represented	Business Address	Business Telephone Number	Electronic Mail Address
Virginia Boyles	ACE NA	436 Walnut St., WA04A Philadelphia, PA 19106	(215) 640-1727	virginia.boyles@acegroup.com
Michael Geeser	CSAA Insurance Group	7445 S. Durango Dr. Las Vegas, NV 89113-3611	(702) 419-7259	Michael.Geeser@csaa.com
Kay Lockhart	Nevada Independent Insurance Agents	P.O. Box 645 Carson City, NV 89702	(775) 882-1366	kay@niia.org

Based upon written comments received and oral testimony provided, the LCB Draft of Proposed Regulation R067-13, dated September 6, 2013, was amended and resubmitted to LCB for revision. The LCB Draft of Revised Proposed Regulation R067-13, dated November 13, 2013, was not further amended.

After considering the record and the recommendation of the hearing officer, the Commissioner has issued an order adopting the regulation, LCB File No. R067-13, as proposed, as a permanent regulation of the Division.

The economic impact of the regulation is as follows:

- (a) On the business it is to regulate: Neutral.
- (b) On the small businesses: Neutral.
- (c) On the public: Neutral.

The Division will not incur any additional expense to enforce this regulation.

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