

**PROPOSED REGULATION OF THE
COMMISSIONER OF INSURANCE**

LCB File No. R063-06

April 21, 2006

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

AUTHORITY: §1, NRS 679B.130; §2, 616B.446 and 679B.130.

A REGULATION relating to self-insured employers; revising provisions relating to certain publications applicable to such employers; and providing other matters properly relating thereto.

Section 1. NAC 616B.427 is hereby amended to read as follows:

616B.427 1. To determine whether a governmental employer has the financial ability to qualify as a self-insured employer, the Commissioner will consider the use of fund accounting and waive the requirement for a tangible net worth found in NAC 616B.424. All other requirements for qualification apply to the governmental entity.

2. In addition to the deposit required by NRS 616B.300, a governmental entity that does not meet the requirements of subsection 1 ~~]~~ shall:

(a) Comply with the requirements of Statement No. 10 of the Governmental Accounting Standards Board, which may be obtained from the Governmental Accounting Standards Board, ~~[P.O. Box 30784, Hartford, Connecticut 06150,]~~ *401 Merritt 7, P.O. Box 5116, Norwalk, Connecticut 06856-5116*, at a cost of ~~[\$5.50,]~~ *\$16.25*; or

(b) Set aside, in a special reserve account, an amount equal to the deposit it made with the Commissioner to assure payment of claims. This account must be held in trust for the payment of claims, and all interest and income earned must be credited to that ~~fund.]~~ *account*. If securities

are used for this account, then the form of the securities must be submitted to the Commissioner for his approval.

Sec. 2. NAC 616B.606 is hereby amended to read as follows:

616B.606 The Commissioner hereby adopts by reference the Property/Casualty Insurance Annual Statement Blanks and the Annual Statement Instructions for the Property/Casualty Manual of the National Association of Insurance Commissioners. A copy of these publications may be purchased from ~~[the National Association of Insurance Commissioners, 120 West 12th Street, Suite 1100, Kansas City, Missouri 64105-1925, for \$75 and \$150,]~~ *NAIC Publications Customer Service, 2301 McGee Street, Suite 800, Kansas City, Missouri 64108-2662, for \$200 and \$225*, respectively.