

**PROPOSED REGULATION OF THE
COMMISSIONER OF INSURANCE**

LCB File No. R065-06

April 21, 2006

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

AUTHORITY: §1, NRS 679B.130 and 682B.015.

A REGULATION relating to workers' compensation insurance; requiring insurers that provide workers' compensation insurance to make a special deposit with the Commissioner of Insurance; and providing other matters properly relating thereto.

Section 1. NAC 682B.020 is hereby amended to read as follows:

682B.020 1. The Commissioner may require any authorized insurer who is subject to the provisions of chapter 680A of NRS, at the time of or any time after its admission, and any eligible insurer who is subject to the provisions of chapter 685A of NRS, at the time of ~~[becoming]~~ or any time after becoming eligible, to deposit with the Commissioner a special deposit. ~~[To]~~ *Except as otherwise provided in subsection 2, to* determine which insurer will be required to make a special deposit and in what amount, the Commissioner will consider:

- (a) The amount of business being transacted or to be transacted in this State by the insurer;
- (b) The financial strength of the insurer; and
- (c) The ability of the insurer to fulfill its policy obligations.

2. *Each insurer that provides workers' compensation insurance shall make a special deposit that is equal to 2 percent of its annual written premiums attributed to workers' compensation policies in this State as reported in the insurer's annual financial report, except that each such special deposit must be at least \$100,000.*

?????? Any deposit made pursuant to this section must be deposited, released and maintained in accordance with NRS 682B.015.