

ASSEMBLY BILL NO. 37—ASSEMBLYWOMAN GIBBONS

PREFILED JANUARY 31, 2003

Referred to Committee on Commerce and Labor

SUMMARY—Revises applicability of certain reduction of premiums of certain policies of insurance related to motor vehicles. (BDR 57-771)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: No.

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

AN ACT relating to insurance; revising the applicability of a certain reduction in the premiums of certain policies of insurance related to motor vehicles; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- 1 **Section 1.** NRS 690B.029 is hereby amended to read as
2 follows:
3 690B.029 1. A policy of insurance against liability arising
4 out of the ownership, maintenance or use of a motor vehicle
5 delivered or issued for delivery in this state to a person who is ~~55~~
6 **50** years of age or older must contain a provision for the reduction in
7 the premiums for 3-year periods if the insured:
8 (a) Successfully completes, after attaining ~~55~~ **50** years of age
9 and every 3 years thereafter, a course of traffic safety approved by
10 the Department of Motor Vehicles; and
11 (b) For the 3-year period before completing the course of traffic
12 safety and each 3-year period thereafter:
13 (1) Is not involved in an accident involving a motor vehicle
14 for which the insured is at fault;
15 (2) Maintains a driving record free of violations; and



1 (3) Has not been convicted of or entered a plea of guilty,
2 guilty but mentally ill or nolo contendere to a moving traffic
3 violation or an offense involving:

4 (I) The operation of a motor vehicle while under the
5 influence of intoxicating liquor or a controlled substance; or

6 (II) Any other conduct prohibited by NRS 484.379 or
7 484.3795 or a law of any other jurisdiction that prohibits the same or
8 similar conduct.

9 2. The reduction in the premiums provided for in subsection 1
10 must be based on the actuarial and loss experience data available to
11 each insurer and must be approved by the Commissioner. Each
12 reduction must be calculated based on the amount of the premium
13 before any reduction in that premium is made pursuant to this
14 section, and not on the amount of the premium once it has been
15 reduced.

16 3. A course of traffic safety that an insured is required to
17 complete as the result of moving traffic violations must not be used
18 as the basis for a reduction in premiums pursuant to this section.

19 4. The organization that offers a course of traffic safety
20 approved by the Department of Motor Vehicles shall issue a
21 certificate to each person who successfully completes the course. A
22 person must use the certificate to qualify for the reduction in the
23 premiums pursuant to this section.

24 5. The Commissioner shall review and approve or disapprove a
25 policy of insurance that offers a reduction in the premiums pursuant
26 to subsection 1. An insurer must receive written approval from the
27 Commissioner before delivering or issuing a policy with a provision
28 containing such a reduction.

29 **Sec. 2.** The amendatory provisions of this act apply to a policy
30 of insurance that is delivered, issued for delivery or renewed on or
31 after October 1, 2003.

