Amendment No. 8

Senate Amendment to Senate Bill No. 88	(BDR 57-220)
Proposed by: Senate Committee on Commerce and Labor Amends: Summary: No Title: Yes Preamble: No Joint Sponsorsh	nin: No Digest: Yes
Adoption of this amendment will REMOVE the 2/3s majority vote requirement from S.B. 88.	
ASSEMBLY ACTION Initial and Date SENATE ACTIO	N Initial and Date
Adopted Lost Adopted Concurred In Not Concurred In Receded Not Receded	Lost
EXPLANATION: Matter in (1) <i>blue bold italics</i> is new land bill; (2) variations of green bold underlining is language profit this amendment; (3) red strikethrough is deleted language in purple double strikethrough is language proposed to be deleted (5) orange double underlining is deleted language in the origin retained in this amendment.	poposed to be added in the original bill; (4) and in this amendment;

JFD/BJF Date: 4/16/2019

S.B. No. 88—Revises provisions governing producers of insurance and other persons regulated by the Commissioner of Insurance. (BDR 57-220)

SENATE BILL NO. 88-COMMITTEE ON COMMERCE AND LABOR

(ON BEHALF OF THE DIVISION OF INSURANCE OF THE DEPARTMENT OF BUSINESS AND INDUSTRY)

Prefiled November 21, 2018

Referred to Committee on Commerce and Labor

SUMMARY—Revises provisions governing producers of insurance and other persons regulated by the Commissioner of Insurance.
(BDR 57-220)

FISCAL NOTE: Effect on Local Government: No.

Effect on the State: Yes.

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

AN ACT relating to insurance; revising provisions relating to licenses, certificates, permits and other authorizations for producers of insurance and other persons regulated by the Commissioner of Insurance: [to-conform to the National Association of Insurance Commissioners Uniform Producer Licensing Model Act; revising the length of validity of certain licenses, certificates, permits and other authorizations;] revising certain educational requirements for persons regulated by the Commissioner of Insurance; revising certain licensing and other fees; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law authorizes the Commissioner of Insurance to regulate insurance in this State. (NRS 679B.120) [The laws of this State regulating producers of insurance and similar persons are based on the National Association of Insurance Commissioners Uniform Licensing Model Act. Existing Nevada law, based upon the Model Act in an earlier form, provides for the triennial renewal of the licenses, certificates, permits and other authorizations of producers of insurance and other persons regulated by the Commissioner. More recently, the Model Act has been amended to provide for biennial licenses, and these amendments have been adopted by most other states. Thus, producers of insurance and similar persons who operate in Nevada and also in other states, most of which operate with a 2-year renewal cycle, have to maintain multiple licenses and other authorizations with different expiration dates. This bill changes the current 3-year cycle for certain initial issuances and renewals to a 2-year cycle to conform to the Model Act.] This bill [also] makes various [other] changes relating to obtaining or renewing licenses, certificates, permits or other types of authorizations governed by title 57 of NRS, including, without limitation, educational requirements.

Sections 1 and 2 of this bill revise certain fees for obtaining and renewing various licenses, certificates, permits and other authorizations. [and reduce certain fees to reflect the 2-year renewal cycle versus the 3-year renewal cycle.] Sections [3 and 4] 4-6, 8, 9 and 15 of this bill [change the renewal cycle for an administrator's certificate to 2 years and make various other changes relating to administrators. Sections 5-7 of this bill revise various

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28 29 provisions governing producers of insurance, including educational requirements and procedures for applications and 2-year renewals. Sections 8-10 of this bill change the renewal eycle for insurance consultants to 2 years and make other changes concerning the education and application process.] remove certain educational requirements for the issuance of various licenses. Sections 6 and 7 of this bill remove certain references to fixed annuities. Sections 11-14, 17-21, 34 and 36 of this bill eliminate the requirements that associate adjusters be licensed. Sections 15 and 16 of this bill revise the licensing requirements for adjusters. [Section 22 of this bill changes the renewal cycle for motor vehicle physical damage appraisers to 2 years. Section 23 of this bill changes the renewal cycle for surplus lines brokers to 2 years. Sections 24-27 of this bill change the renewal cycle to 2 years for agents and sellers who solicit and sell prepaid contracts for funeral and burial services.] Section [28] 32 of this bill fehanges the renewal cycle for escrow officers to 2 years. Sections 30-32 of this bill change the certification requirements and the certification renewal cycle to 2 years for revises provisions governing the expiration of a certificate to operate as a health exchange enrollment [facilitators. Section 33 of this bill changes the renewal cycle to 2 years for club agents for motor clubs. Section 35 of this bill provides for the transition of the various licenses, certificates, permits and other authorizations from a 3-year to a 2-year cycle, and for the pro-ration of the related fees.] facilitator. Section 37 of this bill provides that this bill is effective on passage and approval for the purposes of adopting regulations and other preparatory administrative acts and January 1, 2020, for all other purposes.

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

Section 1. NRS 680B.010 is hereby amended to read as follows: 680B.010 The Commissioner shall collect in advance and receipt for, and persons so served must pay to the Commissioner, fees and miscellaneous charges as follows: 1. Insurer's certificate of authority: (a) Filing initial application \$2,450 (b) Issuance of certificate: (1) For any one kind of insurance as defined in NRS (d) Reinstatement pursuant to NRS 680A.180, 50 percent of the annual continuation fee otherwise required. (e) Registration of additional title pursuant to NRS 680A.240......50 (f) Annual renewal of the registration of additional title 2. Charter documents, other than those filed with an application for a certificate of authority. Filing amendments to articles of incorporation, charter, bylaws, power of attorney and 3. Annual statement or report. For filing annual statement or report \$25 4. Service of process: (a) Filing of power of attorney\$5 (b) Acceptance of service of process.......30 5. Licenses, appointments and renewals for producers of insurance: (a) Application and license.....\$125

1	(b) Appointment fee for each insurer	.15
2	(c) Triennial [Biennial] renewal of each license	85]
3	(d) Temporary license	.10
4	(e) Modification of an existing license	.50
5	6. Surplus lines brokers:	
	(a) Application and license\$	125
6	(a) Application and icense	123
7	(b) <u>Triennial</u> [Biennial] renewal of each license	85
8	7. Managing general agents' licenses, appointments and	
9	renewals:	
10	(a) Application and license\$	125
11	(b) Appointment fee for each insurer	
12	(c) <u>Triennial</u> renewal of each license	105
13	(d) Annual renewal of appointment	151
13	8. Adjusters', as defined in NRS 684A.030, licenses and	10]
15	renewals:	
16	(a) [Independent and public adjusters:	
17	(1)] Application and license\$	125
18	$\frac{f(2)}{b}$ Triennial	
19	(b) Biennial renewal of each license	125
20	[(b) Associate adjusters:	
21	(1) Application and license	125
22	(2) Triennial renewal of each license	05
	(2) Thermal renewal of each ficense	- 00
23	(c) Modification of an existing license	30)
24	9. Licenses and renewals for appraisers of physical damage to	
25	motor vehicles:	
26	(a) Application and license\$	125
27	(b) Triennial [Biennial] renewal of each license	857
28	10. Additional title and property insurers pursuant to NRS	- 1
29	680A.240:	
30	(a) Original registration	\$50
31	(b) Annual renewal	.23
32	11. Insurance vending machines:	
33	(a) Application and license, for each machine\$	125
34	(b) Triennial Biennial renewal of each license 125	85]
35	12. Permit for solicitation for securities:	
36	(a) Application for permit\$	100
37	(b) Extension of permit	.50
38	13. Securities salespersons for domestic insurers:	
39	(a) Application and license	\$25
40	(b) Annual renewal of license	15
		.13
41	14. Rating organizations:	7 00
42	(a) Application and license\$	
43	(b) Annual renewal	500
44	15. Certificates and renewals for administrators licensed	
45	pursuant to chapter 683A of NRS:	
46	(a) Application and certificate of registration\$	125
47	(b) <u>Triennial</u> [Biennial] renewal	
48	16. For copies of the insurance laws of Nevada, a fee which is	007
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	not less than the cost of producing the copies.	
50	17. Certified copies of certificates of authority and licenses	0.1.0
51	issued pursuant to the Code	\$10
52	18. For copies and amendments of documents on file in the	
53	Division, a reasonable charge fixed by the Commissioner, including	

1	charges for duplicating or amending the forms and for certifying the	
2	copies and affixing the official seal.	
3	19. Letter of clearance for a producer of insurance or other	
4	licensee if requested by someone other than the licensee	\$10
5	20. Certificate of status as a producer of insurance or other	¢10
6 7	licensee if requested by someone other than the licensee	\$10
8	21. Licenses, appointments and renewals for bail agents: (a) Application and license	¢125
9	(a) Appointment for each surety insurer	
10	(c) Triennial renewal of each license	125
11	(c) The limit at tenewal of each needse	123
12	22. Licenses and renewals for bail enforcement agents:	101
13	(a) Application and license	\$125
14	(b) Triennial renewal of each license	125
15	23. Licenses, appointments and renewals for general agents	
16	for bail:	
17	(a) Application and license(b) Initial appointment by each insurer	\$125
18	(b) Initial appointment by each insurer	15
19	(c) Triennial renewal of each license	
20	(d) Annual renewal of appointment	 15]
21	Licenses and renewals for bail solicitors: (a) Application and license	Ф105
22	(a) Application and license	\$125
23 24	(b) Triennial renewal of each license	123
25	25. Licenses and renewals for title agents and escrow officers: (a) Application and license	\$125
26	(b) Triennial [Biennial] renewal of each license	
27	(c) Appointment fee for each title insurer	<u>123</u>
28	(c) Appointment fee for each title insurer. [(d) Change in name or location of business or in association	10
29	Annual renewal of appointment	157
30	26. Certificate of authority and renewal for a seller of prepaid	
31	funeral contracts	\$125 [+
32	(a) Application and cortificate	\$125
33	(b) Biennial renewal of each certificate.	85]
34	27. Licenses and renewals for agents for prepaid funeral	
35	contracts:	#125
36	(a) Application and license	\$125
37 38	(b) <u>Triennial</u> [Biennial] renewal of each license	<u>123</u>
39	fraternal benefit societies:	
40	(a) Application and license	\$125
41	(b) Appointment for each insurer	
42	(c) Triennial renewal of each license.	125
43	29. 851	
44	28. Reinsurance intermediary broker or manager:	
45	(a) Application and license	\$125
46	(b) Triennial [Biennial] renewal of each license	<u>125</u>
47	<u>[30. 85]</u>	
48	29. Agents for and sellers of prepaid burial contracts:	
49	(a) Application and certificate or license	\$125
50	(b) <u>Triennial</u> [Biennial] renewal	<u>125</u>
51	<u>[31. 85]</u>	
52	30. Risk retention groups:	\$250
53	(a) Initial registration	\$250

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1	(b) Each annual continuation of a certificate of registration	250
2	[32.] 31. Required filing of forms:	
3	(a) For rates and policies	\$25
4	(b) For riders and endorsements	10
5	[33.] 32. Viatical settlements:	
6	(a) Provider of viatical settlements:	
7	(1) Application and license	\$1,000
8	(2) Annual renewal	1,000
9	(b) Broker of viatical settlements:	
10	(1) Application and license	500
11	(2) Annual renewal	
12	(c) Registration of producer of insurance acting as a viatical	
13	settlement broker	250
14	[34.] 33. Insurance consultants:	
15	(a) Application and license	\$125
16	(b) Triennial [Biennial] renewal	<u>125</u>
17	[35.] 34. Licensee's association with or appointment or sponsorship	<u> </u>
18	by an organization:	
19	(a) Initial appointment, association or sponsorship, for each	
20	organization	\$50
21	(b) Renewal of each association or sponsorship	50
22	(c) Annual renewal of appointment.	15
23	[3685	
24	34. 35. Purchasing groups:	
25	(a) Initial registration and review of an application	\$100
26	(b) Each annual continuation of registration	100
27	[3735.] 36. Exchange enrollment facilitators:	
28	(a) Application and certificate	\$125
29	(b) Triennial [Biennial] renewal of each certificate	<u>125</u> [85]
30	(c) Temporary certificate	10
31	(d) Modification of an existing certificate	
32	38.36.3 In addition to any other fee or charge, all applicable fe	
33	of any person, including, without limitation, persons listed in this sectio	n, pursuant
34	to NRS 680C.110.	
35	Sec. 2. NRS 680C.110 is hereby amended to read as follows:	

Sec. 2. NRS 680C.110 is hereby amended to read as follows:

680C.110 1. In addition to any other fee or charge, the Commissioner shall collect in advance and receipt for, and persons so served must pay to the Commissioner, the fees required by this section.

- 2. A fee required by this section must be:
- (a) If an initial fee, paid at the time of an initial application or issuance of a license, as applicable;
- (b) Except as otherwise provided in NRS 680A.180, 683A.378, 686A.380, 694C.230, 695A.080, 695B.135, 695D.150, 695H.090 and 696A.150, if an annual fee, paid on or before the date established by regulation of the Commissioner;
- (c) If a *[biennial or]* triennial fee, paid on or before the time of continuation, renewal or other similar action in regard to a certificate, license, permit or other type of authorization, as applicable; and
- (d) Deposited in the Fund for Insurance Administration and Enforcement created by NRS 680C.100.
 - The fees required pursuant to this section are not refundable.
- The following fees must be paid by the following persons to the Commissioner:

1	(a) Associations of self-insured private employers, as defined	
2	in NRS 616A.050:	
3	(1) Initial fee	
4	(2) Annual fee	\$1,300
5	(b) Associations of self-insured public employers, as defined in	
6	NRS 616A.055:	
7	(1) Initial fee	\$1,300
8	(2) Annual fee	\$1,300
9	(c) Independent review organizations, as provided for in NRS	
10	616A.469 or 683A.3715, or both:	
11	(1) Initial fee	\$60
12	(2) Annual (Biennial) fee	\$60
13	(d) Producers of insurance, as defined in NRS 679A.117:	
14	(1) Initial fee	\$60
15	(2) <u>Triennial fee</u>	\$60
16	Biennial fee	\$401
17	(e) Reinsurers, as provided for in NRS 681A.1551 or	
18	681A.160, as applicable:	
19	(1) Initial fee	\$1,300
20	(2) Annual fee	\$1,300
$\overline{21}$	(f) Intermediaries, as defined in NRS 681A.330:	
22	(1) Initial fee	\$60
23	(2) Triennial fee	
24	Eionnial fee	\$401
25	(g) Reinsurers, as defined in NRS 681A.370:	\$ 10]
26	(1) Initial fee	\$1.300
27	(2) Annual fee	\$1.300
28	(h) Administrators as defined in NRS 683A 025:	
29	(1) Initial fee	\$60
30	(2) Triennial fee	\$60
31	Biomial fee	\$401
32	(i) Managing general agents, as defined in NRS 683A.060:	_
33	(1) Initial fee	\$60
34	(2) Triennial fee	\$60
35	Bionnial foo	\$40]
36	(j) Agents who perform utilization reviews, as defined in NRS	_
37	683Å.376:	
38	(1) Initial fee	\$60
39	(2) Annual fee	
40	(k) Insurance consultants, as defined in NRS 683C.010:	
41	(1) Initial fee	
42	(2) <u>Triennial fee</u>	<u>\$60</u>
43	Biennial fee	**************************************
44	(1) <u>Independent adjusters</u> , [Adjusters,] as defined in NRS 684A.03	0:
45	(1) Initial fee	\$60
46	(2) <u>Triennial fee</u>	\$60
47	(m) Public adjusters, as defined in NRS 684A.030:	
48	(1) Initial fee	<u>\$6</u> 0
49	(2) Triennial fee	\$60
50	(n) [Associate adjusters, as defined in NRS 684A,030;	
51	——————————————————————————————————————	\$60
52	(2) Triennial fee	\$60
53	(0) Biennial fee	<u>\$40</u>

1	— (m) Motor vehicle physical damage appraisers, as defined in NRS	•
2	684B.010:	A. C. O.
3	(1) Initial fee	
4	(2) <u>Triennial fee</u>	\$60
5	[(p) Biennial fee	
6 7	(1) Leidel for	\$60
8	(1) Initial fee	
9	(2) <u>Triennial fee</u>	<u>500</u>
10	$\frac{(q)^2}{(p)}$ Companies, as defined in NRS 686A.330:	φτσ
11	(1) Initial fee	\$1,300
12	(2) Annual fee	
13	[(r)-(p)] (q) Rate service organizations, as defined in NRS	φ1,500
14	686B.020:	
15	(1) Initial fee	\$1.300
16	(2) Annual fee	
17	(s) (q) Brokers of viatical settlements, as defined in NRS	
18	688C.030:	
19	(1) Initial fee	\$60
20	(2) Annual fee	\$60
21	(t) (r) (s) Providers of viatical settlements, as defined in NRS	
22	688C.080:	
23	(1) Initial fee	\$60
24	(2) Annual fee	\$60
25	[(u)-(s)] (t) Agents for prepaid burial contracts subject to the provi	isions
26	of chapter 689 of NRS:	
27	(1) Initial fee	
28	(2) <u>Triennial fee</u>	<u>\$60</u>
29	[(v) Biennial fee	\$40
30	(t)] (u) Agents for prepaid funeral contracts subject to the	
31	provisions of chapter 689 of NRS:	A.CO.
32	(1) Initial fee	
33	(2) <u>Triennial fee</u>	\$60
34 35	(w) Bionnial fee	
35 36	(u)] (v) Sellers of prepaid burial contracts subject to the provisions of chapter 689 of NRS:	
37	(1) Initial fee	\$60
38	(2) Triennial fee	\$60
39	(x) Biomial fee	<u>\$40</u>
40	(v) (w) Sellers of prepaid funeral contracts subject to the	
41	provisions of chapter 689 of NRS:	
42	(1) Initial fee	\$60
43	(2) Triennial fee	\$60
44	[(y) Bionnial fee.	\$40
45	(\1 (\ D:\d \d-f\d:\NDC (000C 070.	
46	(1) Initial fee	\$1,300
47	(2) Annual fee	
48	$\frac{(z)(x)}{(y)}$ Escrow officers, as defined in NRS 692A.028:	•
49	(1) Initial fee	\$60
50	(2) Triennial fee	\$60
51	[(aa) Biennial fee	\$40
52	$\frac{(y)}{(z)}$ Title agents, as defined in NRS 692A.060:	
53	(1) Initial fee	\$60

1	(2) Triennial fee	\$60
2	[(bb)-Biennial fee	\$40
3	(aa) Captive insurers, as defined in NRS 694C.060:	
4	(1) Initial fee	
5	(2) Annual fee	\$250
6	[(cc) Insurance agents for societies, as provided for in NRS	
7	695A.330:	
8	(1) Initial fee	\$60
9	(2) Triennial fee	\$60
10	(dd) (aa) Purchasing groups, as defined in NRS	
11	695E.100:	
12	(1) Initial fee	
13	(2) Annual fee	\$250
14	[(ee) (bb)] (cc) Risk retention groups, as defined in NRS	
15	695E.110:	
16	(1) Initial fee	
17	(2) Annual fee	\$250
18	[(ff) (ee)] (dd) Medical discount plans, as defined in NRS	
19	695H.050:	
20	(1) Initial fee	
21	(2) Annual fee	\$1,300
22	[(gg) (dd)] (ee) Club agents, as defined in NRS 696A.040:	
23	(1) Initial fee	
24	(2) <u>Triennial fee</u>	<u>\$60</u>
25	[(hh) Biennial fee	\$40
26	(ce) (ff) Motor clubs, as defined in NRS 696A.050:	
27	(1) Initial fee	\$1,300
28	(2) Annual fee	\$1,300
29	$\frac{(ii) \cdot (ff)}{(gg)}$ Bail agents, as defined in NRS 697.040:	
30	(1) Initial fee	\$60
31	(2) Triennial fee	\$60
32	[(jj)-(gg)] (hh) Bail enforcement agents, as defined in NRS	
33	697.055:	
34	(1) Initial fee	
35	(2) Triennial fee	\$60
36	[(kk)-(hh)] (ii) Bail solicitors, as defined in NRS 697.060:	
37	(1) Initial fee	\$60
38	(2) Triennial fee	\$60
39	$\frac{[(11)-(ii)]}{(ii)}$ General agents, as defined in NRS 697.070:	
40	(1) Initial fee	
41	(2) Triennial fee	\$60
42	[(mm)-(jj)] (kk) Exchange enrollment facilitators, as defined in	
43	NRS 695J.050:	
44	(1) Initial fee	
45	(2) <u>Triennial fee</u>	<u>\$60</u>
46	[Biennial fee	 \$40]
47	5. An initial fee of \$1,000 must be paid to the Commissioner by e	
48	(a) Insurer who is authorized to transact casualty insurance, as def	ined in NRS
49	681A.020;	
50	(b) Insurer who is authorized to transact health insurance, as defi	ined in NRS
51	681A.030;	
52	(c) Insurer who is authorized to transact life insurance, as defi-	ned in NRS
53	681A.040;	

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- (d) Insurer who is authorized to transact property insurance, as defined in NRS 681A.060:
 - (e) Title insurer, as defined in NRS 692A.070;
 - (f) Fraternal benefit society, as defined in NRS 695A.010;
 - (g) Corporation subject to the provisions of chapter 695B of NRS;
 - (h) Health maintenance organization, as defined in NRS 695C.030;
 - (i) Organization for dental care, as defined in NRS 695D.060; and
 - (j) Prepaid limited health service organization, as defined in NRS 695F.050.6. An insurer who is required to pay an initial fee of \$1,000 pursuant to subsection 5 shall also pay to the Commissioner an annual fee in an amount determined by the Commissioner. When determining the amount of the annual fee, the Commissioner must consider:
 - (a) The direct written premiums reported to the Commissioner by the insurer during the previous year;
 - (b) The number of insurers who are required to pay an annual fee pursuant to this subsection:
 - (c) The direct written premiums reported during the previous year by all insurers paying such fees; and
 - (d) The budget of the Division.
 - 7. An insurer who is not required to pay an initial or annual fee pursuant to subsection 4 or subsections 5 and 6 shall pay to the Commissioner an initial fee of \$1,300 and an annual fee of \$1,300.
 - Sec. 3. [NRS 683A.08526 is hereby amended to read as follows:
 - 683A.08526 1. A certificate of registration as an administrator is valid for [3] 2 years after the date the Commissioner issues the certificate to the administrator.
 - 2. An administrator may renew a certificate of registration if the administrator submits to the Commissioner:
 - (a) An application on a form prescribed by the Commissioner; and
 - (b) The fee for the renewal of the certificate of registration prescribed in NRS 680B.010 and, in addition to any other fee or charge, all applicable fees required pursuant to NRS 680C.110.
 - 3. A certificate of registration that is suspended or revoked must be surrendered immediately to the Commissioner.] (Deleted by amendment.)
 - **Sec. 4.** NRS 683A.242 is hereby amended to read as follows:
 - 683A.242 1. An applicant for, or holder of, a license issued pursuant to NRS 683A.265 is not required to pass a written examination or meet any [prelicensing education or] continuing education requirements to receive or renew a license.
 - 2. A travel retailer who is listed in the register maintained pursuant to NRS 683A.3685 or any employee or authorized representative of such a travel retailer who is listed in the register of a producer of limited lines travel insurance, is not required to pass any written examination or complete any education requirements other than the program of instruction or training required by paragraph (f) of subsection 1 of NRS 683A.369.
 - **Sec. 5.** NRS 683A.251 is hereby amended to read as follows:
 - 683A.251 1. The Commissioner shall prescribe the form of application by a natural person for a license as a resident producer of insurance. The applicant must declare, under penalty of refusal to issue, or suspension or revocation of, the license, that the statements made in the application are true, correct and complete to the best of his or her knowledge and belief. Before approving the application, the Commissioner must find that the applicant has:
 - (a) Attained the age of 18 years;

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- (b) Not committed any act that is a ground for refusal to issue, or suspension or revocation of, a license:
- (c) [Completed a course of study for the lines of authority for which the application is made, unless the applicant is exempt from this requirement;
- (d) Paid all applicable fees prescribed for the license, which may not be refunded: and
- (d) Successfully passed the examinations for the lines of authority for which application is made, unless the applicant is exempt from this requirement.
- 2. A business organization must be licensed as a producer of insurance in order to act as such. Application must be made on a form prescribed by the Commissioner. Before approving the application, the Commissioner must find that the applicant has:
- (a) Paid all applicable fees prescribed for the license, which may not be refunded:
- (b) Designated a natural person who is licensed as a producer of insurance and who is authorized to transact business on behalf of the business organization to be responsible for the organization's compliance with the laws and regulations of this State relating to insurance: and
- (c) If the business organization has authorized a producer of insurance not designated pursuant to paragraph (b) to transact business on behalf of the business organization, submitted to the Commissioner on a form prescribed by the Commissioner the name of each producer of insurance authorized to transact business on behalf of the business organization; and
- (d) Established and maintains a valid electronic mail address at the applicant's own expense.
- 3. A natural person who is a resident of this State applying for a license must, as part of his or her application and at the applicant's own expense:
- (a) Arrange to have a complete set of his or her fingerprints taken by a law enforcement agency or other authorized entity acceptable to the Commissioner;
 - (b) Submit to the Commissioner:
- (1) A completed fingerprint card and written permission authorizing the Commissioner to submit the applicant's fingerprints to the Central Repository for Nevada Records of Criminal History for submission to the Federal Bureau of Investigation for a report on the applicant's background and to such other law enforcement agencies as the Commissioner deems necessary; or
- (2) Written verification, on a form prescribed by the Commissioner, stating that the fingerprints of the applicant were taken and directly forwarded electronically or by another means to the Central Repository and that the applicant has given written permission to the law enforcement agency or other authorized entity taking the fingerprints to submit the fingerprints to the Central Repository for submission to the Federal Bureau of Investigation for a report on the applicant's background and to such other law enforcement agencies as the Commissioner deems necessary; and
 - (c) Establish and maintain a valid electronic mail address.
 - The Commissioner may:
- (a) Unless the applicant's fingerprints are directly forwarded pursuant to subparagraph (2) of paragraph (b) of subsection 3, submit those fingerprints to the Central Repository for submission to the Federal Bureau of Investigation and to such other law enforcement agencies as the Commissioner deems necessary;
- (b) Request from each such agency any information regarding the applicant's background as the Commissioner deems necessary; and
 - (c) Adopt regulations concerning the procedures for obtaining this information.

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The Commissioner may require any document reasonably necessary to

verify information contained in an application. **Sec. 6.** NRS 683A.261 is hereby amended to read as follows:

683A.261 1. Unless the Commissioner refuses to issue the license under NRS 683A.451, the Commissioner shall issue a license as a producer of insurance to a person who has satisfied the requirements of NRS 683A.241 and 683A.251. A producer of insurance may qualify for a license in one or more of the lines of authority permitted by statute or regulation, including:

(a) Life insurance on human lives, which includes benefits from endowments and annuities and may include additional benefits from death by accident and

benefits for dismemberment by accident and for disability income. (b) Accident and health insurance for sickness, bodily injury or accidental death, which may include benefits for disability income.

(c) Property insurance for direct or consequential loss or damage to property of every kind.

(d) Casualty insurance against legal liability, including liability for death, injury or disability and damage to real or personal property. For the purposes of a producer of insurance, this line of insurance includes surety indemnifying financial institutions or providing bonds for fidelity, performance of contracts or financial guaranty.

(e) Variable annuities and variable life insurance, including coverage reflecting the results of a separate investment account.

(f) Credit insurance, including credit life, credit accident and health, credit property, credit involuntary unemployment, guaranteed asset protection, and any other form of insurance offered in connection with an extension of credit that is limited to wholly or partially extinguishing the obligation which the Commissioner determines should be considered as limited-line credit insurance.

(g) Personal lines, consisting of automobile and motorcycle insurance and residential property insurance, including coverage for flood, of personal watercraft and of excess liability, written over one or more underlying policies of automobile or residential property insurance.

(h) [Fixed annuities, including, without limitation, indexed annuities, as a limited line.

(i) Travel insurance, as defined in NRS 683A.197, as a limited line.

(i) Rental car [agency] as a limited line.

(k) Portable electronics as a limited line.

(k) Crop as a limited line.

2. A license as a producer of insurance remains in effect unless revoked, suspended or otherwise terminated if a request for a renewal is submitted on or before the date for the renewal specified on the license, [biennially on or before the last day of the licensee's birth month or, for business entities, biennially on or before the last day of the month in which the license was issued, all applicable fees for renewal are paid for each license [and each authorization to transact business on behalf of a business organization licensed pursuant to subsection 2 of NRS 683A.251,] and any requirement for education or any other requirement to renew the license is satisfied by the date specified on the license for the renewal. A producer of insurance may submit a request for a renewal of his or her license within 30 days after the date specified on the license for the renewal if the producer of insurance otherwise complies with the provisions of this subsection and pays, in addition to any fee paid pursuant to this subsection, a penalty of 50 percent of all applicable renewal fees, except for any fee required pursuant to NRS 680C.110. A license as a producer of insurance expires if the Commissioner receives a request

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for a renewal of the license more than 30 days after the date specified on the license for the renewal. A fee paid pursuant to this subsection is nonrefundable.

- 3. A natural person who allows his or her license as a producer of insurance to expire [lapse] may reapply for [reinstate] the same license within 12 months after the date specified on the license for a renewal without passing a written examination for completing a course of study required by paragraph (c) of subsection 1 of NRS 683A.251, but any continuing education requirements must be met and a penalty of twice all applicable renewal fees, except for any fee required pursuant to NRS 680C.110, is required for any request for a renewal of the license that is received after the date specified on the license for the renewal.
- 4. A licensed producer of insurance who is unable to renew his or her license because of military service, extended medical disability or other extenuating circumstance may request a waiver of the time limit and of any fine or sanction otherwise required or imposed because of the failure to renew.
- 5. A license must state the licensee's name, address, personal identification number, the date of issuance, the lines of authority and the date of expiration and must contain any other information the Commissioner considers necessary. The license must be made available for public inspection upon request.
- 6. A licensee shall inform the Commissioner of each change of business, residence or electronic mail address, in writing or by other means acceptable to the Commissioner, within 30 days after the change. If a licensee changes his or her business, residence or electronic mail address without giving written notice and the Commissioner is unable to locate the licensee after diligent effort, the Commissioner may revoke the license without a hearing. The mailing of a letter by certified mail, return receipt requested, addressed to the licensee at his or her last mailing address appearing on the records of the Division, and the return of the letter undelivered, constitutes a diligent effort by the Commissioner.
 - **Sec. 7.** NRS 683A.291 is hereby amended to read as follows:
- 683A.291 1. An applicant for licensing in this state as a producer of insurance who was previously licensed for the same lines of authority in another state need not complete any education or examination if the applicant is currently licensed in that state or, if the application is received within 90 days after the cancellation of the license, the other state certifies that the applicant was in good standing at the time of cancellation. Alternatively, the exemption is available if the records of the National Association of Insurance Commissioners show that the applicant is or was licensed and in good standing for the lines of authority requested.
- 2. An examination is not required for a producer of insurance who confines his or her activity to insurance categorized as limited line, credit, travel, portable electronics [, baggage or fixed annuity, or covering vehicles leased for a short term.] or rental car.
- 3. A person licensed in another state who moves to this state and desires to become licensed as a resident producer of insurance with the benefit of the exemption provided in subsection 1 must apply for licensing within 90 days after establishing legal residence.
 - **Sec. 8.** NRS 683C.030 is hereby amended to read as follows:
- 683C.030 1. An application for a license to act as an insurance consultant must be submitted to the Commissioner on forms prescribed by the Commissioner and must be accompanied by the applicable license fee set forth in NRS 680B.010 and, in addition to any other fee or charge, all applicable fees required pursuant to NRS 680C.110. The license fee set forth in NRS 680B.010 is not refundable. If the applicant is a natural person, the application must include the social security number of the applicant.

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- 2. An applicant for an insurance consultant's license must successfully complete an examination fand a course of instruction which the Commissioner shall establish by regulation.
- 3. Each license issued pursuant to this chapter is valid for 3 years from the date of issuance frenewable biennially on or before the last day of the licensee's birth month or, for business entities, biennially on or before the last day of the month in which the license was issued or until it is suspended, revoked or otherwise terminated, and each insurance consultant must pay, in addition to any other fee or charge, all applicable fees required pursuant to NRS 680C.110.
 - **Sec. 9.** NRS 683C.035 is hereby amended to read as follows:
- 683C.035 1. The Commissioner shall prescribe the form of application by a natural person for a license as an insurance consultant. The applicant must declare, under penalty of refusal to issue, or suspension or revocation of, the license, that the statements made in the application are true, correct and complete to the best of his or her knowledge and belief. Before approving the application, the Commissioner must find that the applicant has:
 - (a) Attained the age of 18 years.
- (b) Not committed any act that is a ground for refusal to issue, or suspension or revocation of, a license pursuant to NRS 683A.451.
- (c) Paid all applicable fees prescribed for the license, which may not be refunded.
- (d) Passed each examination required for the license [and successfully completed each course of instruction which the Commissioner requires by regulation, unless the applicant is a resident of another state and holds a similar license in that state.
- 2. A business organization must be licensed as an insurance consultant in order to act as such. Application must be made on a form prescribed by the Commissioner. Before approving the application, the Commissioner must find that the applicant has:
- (a) Paid all applicable fees prescribed for the license, which may not be refunded: and
- (b) Designated a natural person who is licensed as an insurance consultant in this State and who is affiliated with the business organization to be responsible for the organization's compliance with the laws and regulations of this State relating to insurance.
- 3. The Commissioner may require any document reasonably necessary to verify information contained in an application.
- 4. A license issued pursuant to this chapter is valid for 3 years after the date of issuance frenewable biennially on or before the last day of the licensee's birth month or, for business entities, biennially on or before the last day of the month in which the license was issued? or until it is suspended, revoked or otherwise terminated.
- 5. An insurance consultant may qualify for a license pursuant to this chapter in one or more of the lines of authority set forth in paragraphs (a) to (d), inclusive, of subsection 1 of NRS 683A.261.
 - Sec. 10. [NRS 683C.040 is hereby amended to read as follows:
- 683C.040 1. A license may be renewed for additional [3 year] 2 year periods by submitting to the Commissioner an application for renewal and:
 - (a) If the application is made:
- (1) [On] Biennially on or before the [expiration date of the license,] last day of the licensee's birth month or, for business entities, biennially on or before the last day of the month in which the license was issued, all applicable renewal fees; or

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- (2) Not more than 30 days after the expiration date applicable renewal fees plus any late fee required:
- (b) If the applicant is a natural person, the statement required pursuant to NRS 683C.043; and
- (e) If the applicant is a resident, proof of the successful completion of appropriate courses of study required for renewal, as established by the Commissioner by regulation.
- 2. The fees specified in this section are not refundable. (Deleted by amendment.)
 - **Sec. 11.** NRS 684A.020 is hereby amended to read as follows:
- 684A.020 1. Except as otherwise provided in subsection 2, "adjuster" means any person who, for compensation, including, without limitation, a fee or commission, investigates and settles, and reports to his or her principal relative to.
- (a) Arising under insurance contracts for property, casualty or surety coverage, including, without limitation, workers' compensation coverage, on behalf solely of the insurer or the insured; or
 - (b) Against a self-insurer who is providing similar coverage.
 - 2. For the purposes of this chapter:
 - (a) [An associate adjuster, as defined in NRS 684A.030;
- (b) An attorney at law who adjusts insurance losses from time to time incidental to the practice of his or her profession;
 - (c) (b) An adjuster of ocean marine losses;
 - (c) A salaried employee of an insurer, unless the employee:
 - (1) Investigates, negotiates or settles workers' compensation claims; and
 - (2) Obtains a license pursuant to this chapter;
- [(e)] (d) A salaried employee of a managing general agent maintaining an underwriting office in this state;
- (e) An employee of an independent adjuster or an employee of an affiliate of an independent adjuster who is one of not more than 25 such employees under the supervision of an independent adjuster or licensed agent and who:
- (1) Collects information relating to a claim for coverage arising under an insurance contract from or furnishes such information to an insured or a claimant: and
- (2) Conducts data entry, including, without limitation, entering data into an automated claims adjudication system;
- (g) (f) A licensed agent who supervises not more than 25 employees described in paragraph $\frac{\{(f);\}}{\{e\}}$
- (h) (g) A person who is employed only to collect factual information concerning a claim for coverage arising under an insurance contract;
- (h) A person who is employed solely to obtain facts surrounding a claim or to furnish technical assistance to a licensed independent adjuster;
- (i) A person who is employed to investigate suspected fraudulent insurance claims but who does not adjust losses or determine the payment of claims:
- [(k)] (j) A person who performs only executive, administrative, managerial or clerical duties, or any combination thereof, but does not investigate, negotiate or settle claims with a policyholder or claimant or the legal representative of a policyholder or claimant;
- (k) A licensed health care provider or any employee thereof who provides managed care services if those services do not include the determination of compensability;

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(1) A managed care organization or any employee thereof or an organization that provides managed care services or any employee thereof if the services provided do not include the determination of compensability;

[(n)](m) A person who settles only reinsurance or subrogation claims; [(0)](n) A broker, agent or representative of a risk retention group;

(p) (o) An attorney-in-fact of a reciprocal insurer;

(p) A manager of a branch office of an alien insurer that is located in the United States: or

(r) (q) A person authorized to adjust claims under the authority of a thirdparty administrator who holds a certificate of registration issued by the Commissioner pursuant to NRS 683A.08524, unless the person investigates, negotiates or settles workers' compensation claims,

⇒ is not considered an adjuster.

Sec. 12. NRS 684Å.030 is hereby amended to read as follows:

684A.030 1. "Independent adjuster" means an adjuster who is representing the interests of an insurer or a self-insurer and who:

(a) Contracts for compensation with the insurer or self-insurer as an independent contractor or an employee of an independent contractor:

(b) Is treated for tax purposes by the insurer or self-insurer in a manner consistent with an independent contractor rather than an employee; and

(c) Investigates, negotiates or settles property, casualty or surety claims, including, without limitation, workers' compensation claims, for the insurer or selfinsurer.

2. "Public adjuster" means an adjuster employed by and representing solely the financial interests of the insured named in the policy. The term does not include an adjuster who investigates, negotiates or settles workers' compensation claims.

3. "Company adjuster" means a salaried employee of an insurer who:

- (a) Investigates, negotiates or settles property, casualty or surety claims, including, without limitation, workers' compensation claims; and
 - (b) Obtains a license pursuant to this chapter.
- "Staff adjuster" means a person who investigates, negotiates or settles workers' compensation claims under the authority of a third-party administrator who holds a certificate of registration issued by the Commissioner pursuant to NRS 683A.08524.
- [5. "Associate adjuster" means an employee of an adjuster who, under the direct supervision of the adjuster, assists in the investigation and settlement of insurance losses on behalf of his or her employer.]

Sec. 13. NRS 684A.035 is hereby amended to read as follows:

684A.035 1. The provisions of NRS 683A.341 and 686A.310 apply to adjusters. [and associate adjusters.]

2. For the purposes of subsection 1, unless the context requires that a section apply only to producers of insurance or insurers, any reference in those sections to "producer of insurance" or "insurer" must be replaced by a reference to "adjuster ." For associate adjuster."

Sec. 14. NRS 684A.040 is hereby amended to read as follows:

684A.040 1. Except as otherwise provided in NRS 684A.060, no person may act as, or hold himself or herself out to be, an adjuster [or associate adjuster] in this State unless then licensed as such under the applicable adjuster's license for associate adjuster's license, as the case may be,] issued under the provisions of this chapter.

2. Any person violating the provisions of this section is guilty of a gross misdemeanor.

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- 3. Except as otherwise provided in NRS 684A.060, a person who acts as an adjuster in this State without a license is subject to an administrative fine of not more than \$1,000 for each violation.
- 4. A salaried employee of an insurer who investigates, negotiates or settles workers' compensation claims may, but is not required to, obtain a license as a company adjuster pursuant to this chapter. The provisions of subsections 1, 2 and 3 do not apply to a salaried employee of an insurer.
 - Sec. 15. NRS 684A.070 is hereby amended to read as follows:
- 684A.070 1. For the protection of the people of this State, the Commissioner may not issue or continue any license as an adjuster except in compliance with the provisions of this chapter. Any person for whom a license is issued or continued must:
 - (a) Be at least 18 years of age;
 - (b) Be eligible to declare this State as his or her home state;
- (c) Be competent, trustworthy, financially responsible and of good reputation, as determined by the Commissioner;
- (d) Never have been convicted of, or entered a plea of guilty, guilty but mentally ill or nolo contendere to, forgery, embezzlement, obtaining money under false pretenses, larceny, extortion or conspiracy to defraud;
- (e) Except as otherwise provided in subsection 4, never have committed any act that is a ground for refusal to issue, suspension or revocation of a license pursuant to NRS 683A.451;
- (f) Unless exempted pursuant to NRS 684A.100 or 684A.105, successfully [complete a prelicensing course of study prescribed by the Commissioner by regulation and pass all examinations required under this chapter; [and]
- (g) Not be concurrently licensed as a producer of insurance for property, casualty or surety or a surplus lines broker, except as a bail agent : and
 - (h) Establish and maintain a valid electronic mail address.
- 2. A natural person who is a resident of this State applying for a license must, as part of his or her application and at the applicant's own expense:
- (a) Arrange to have a complete set of his or her fingerprints taken by a law enforcement agency or other authorized entity acceptable to the Commissioner; and
 - (b) Submit to the Commissioner:
- (1) A completed fingerprint card and written permission authorizing the Commissioner to submit the applicant's fingerprints to the Central Repository for Nevada Records of Criminal History for submission to the Federal Bureau of Investigation for a report on the applicant's background and to such other law enforcement agencies as the Commissioner deems necessary; or
- (2) Written verification, on a form prescribed by the Commissioner, stating that the fingerprints of the applicant were taken and directly forwarded electronically or by another means to the Central Repository and that the applicant has given written permission to the law enforcement agency or other authorized entity taking the fingerprints to submit the fingerprints to the Central Repository for submission to the Federal Bureau of Investigation for a report on the applicant's background and to such other law enforcement agencies as the Commissioner deems necessary.
 - 3. The Commissioner may:
- (a) Unless the applicant's fingerprints are directly forwarded pursuant to subparagraph (2) of paragraph (b) of subsection 2, submit those fingerprints to the Central Repository for submission to the Federal Bureau of Investigation and to such other law enforcement agencies as the Commissioner deems necessary;
- (b) Request from each such agency any information regarding the applicant's background as the Commissioner deems necessary; and

- (c) Adopt regulations concerning the procedures for obtaining this information.
- 4. The Commissioner may waive the requirements of paragraph (d) or (e) of subsection 1 for good cause shown.
- [5. For the purposes of paragraph (f) of subsection 1, the Commissioner shall adopt regulations establishing a prelicensing course of study for an adjuster.]
 - **Sec. 16.** NRS 684A.130 is hereby amended to read as follows:
- 684A.130 1. Each license issued under this chapter continues in force for 2 [24] years unless it is suspended, revoked or otherwise terminated. A license may be renewed upon payment of all applicable fees for renewal to the Commissioner, completion of any other requirement for renewal of the license specified in this chapter and submission of the statement required pursuant to NRS 684A.143 if the licensee is a natural person. The statement, if required, must be submitted, all requirements must be completed and all applicable fees must be paid [biennially] on or before the last day of the month or, for business entities, biennially on or before the last day of the month in which the license was issued.]
- 2. Any license not so renewed expires at midnight on the last day specified for its renewal. The Commissioner may accept a request for renewal received by the Commissioner within 30 days after the expiration of the license if the request is accompanied by:
- (a) A fee for renewal of 150 percent of all applicable fees otherwise required, except for any fee required pursuant to NRS 680C.110 and subsection 2 of NRS 684A.050;
- (b) If the person requesting renewal is a natural person, the statement required pursuant to NRS 684A.143;
- (c) Proof of successful completion of any requirement for an examination unless exempt pursuant to NRS 684A.105; and
- (d) If applicable, a request for a waiver of the time limit for renewal and of any fine or sanction otherwise required or imposed because of the failure of the licensee to renew his or her license because of military service, extended medical disability or other extenuating circumstance.
- 3. [A natural person who allows his or her license as an adjuster to lapse may reinstate the same license within 12 months after the date specified on the license for its renewal without passing a written examination, but any continuing education requirements must be met and a penalty of twice all applicable renewal fees, except for any fee required pursuant to NRS 680C.110, is required for any request for renewal of the license that is received after the date specified on the license for its renewal.
- 3.1 An adjuster who is unable to comply with the procedures and requirements to renew a license due to military service, long-term medical disability or some other extenuating circumstance may request waiver of same and a waiver of any requirement relating to an examination, fine or other sanction imposed for failure to comply with such procedures or requirements.
- 4. An adjuster shall inform the Commissioner by any means acceptable to the Commissioner of any change in the residence address or business address for the home state or in the legal name of the adjuster within 30 days of the change.
- 5. In order to assist in the performance of the duties of the Commissioner, the Commissioner may contract with nongovernmental entities, including, without limitation, the National Association of Insurance Commissioners or its affiliates or subsidiaries, to perform any ministerial function, including, without limitation, the collection of fees and data, related to licensing that the Commissioner may deem appropriate.

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6. This section does not apply to temporary licenses issued under NRS 684A.150.

Sec. 17. NRS 684A.143 is hereby amended to read as follows:

684A.143 1. A natural person who applies for the issuance or renewal of a license as an adjuster shall submit to the Commissioner the statement prescribed by the Division of Welfare and Supportive Services of the Department of Health and Human Services pursuant to NRS 425.520. The statement must be completed and signed by the applicant.

- 2. The Commissioner shall include the statement required pursuant to subsection 1 in:
- (a) The application or any other forms that must be submitted for the issuance or renewal of the license ; as an adjuster; or
 - (b) A separate form prescribed by the Commissioner.
- 3. A license as an adjuster may not be issued or renewed by the Commissioner if the applicant is a natural person who:
 - (a) Fails to submit the statement required pursuant to subsection 1; or
- (b) Indicates on the statement submitted pursuant to subsection 1 that the applicant is subject to a court order for the support of a child and is not in compliance with the order or a plan approved by the district attorney or other public agency enforcing the order for the repayment of the amount owed pursuant to the order.
- If an applicant indicates on the statement submitted pursuant to subsection 1 that the applicant is subject to a court order for the support of a child and is not in compliance with the order or a plan approved by the district attorney or other public agency enforcing the order for the repayment of the amount owed pursuant to the order, the Commissioner shall advise the applicant to contact the district attorney or other public agency enforcing the order to determine the actions that the applicant may take to satisfy the arrearage.
 - [5. As used in this section, "license" means:
 - (a) A license as an adjuster; and
 - (b) A license as an associate adjuster.]

- Sec. 18. NRS 684A.147 is hereby amended to read as follows: 684A.147 1. If the Commissioner receives a copy of a court order issued pursuant to NRS 425.540 that provides for the suspension of all professional, occupational and recreational licenses, certificates and permits issued to a person who is the holder of a license \square as an adjuster, the Commissioner shall deem the license issued to that person to be suspended at the end of the 30th day after the date on which the court order was issued unless the Commissioner receives a letter issued to the holder of the license by the district attorney or other public agency pursuant to NRS 425.550 stating that the holder of the license has complied with the subpoena or warrant or has satisfied the arrearage pursuant to NRS 425.560.
- The Commissioner shall reinstate a license as an adjuster that has been suspended by a district court pursuant to NRS 425.540 if the Commissioner receives a letter issued by the district attorney or other public agency pursuant to NRS 425.550 to the person whose license was suspended stating that the person whose license was suspended has complied with the subpoena or warrant or has satisfied the arrearage pursuant to NRS 425.560.
 - 13. As used in this section, "license" means:
 - (a) A license as an adjuster; and
 - (b) A license as an associate adjuster.]
 - Sec. 19. NRS 684A.170 is hereby amended to read as follows:
- 684A.170 1. Every [resident] adjuster who is a resident of this State shall have and maintain in this state a place of business accessible to the public and from

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- which the licensee principally conducts transactions under his or her license. The address of such place shall appear upon the application for a license and upon the license, when issued, and the licensee shall promptly notify the Commissioner in writing of any change thereof. Nothing in this section shall prohibit the maintenance of such place in the licensee's residence in this state.
- The license of the licensee [and those of associate adjusters employed by the licenseel shall be conspicuously displayed in such place of business in a part thereof customarily open to the public.
 - **Sec. 20.** NRS 684A.210 is hereby amended to read as follows:
- 684A.210 1. The Commissioner may suspend, revoke, limit or refuse to continue any adjuster's license: [or associate adjuster's license:]
 - (a) For any cause specified in any other provision of this chapter;
- (b) For any applicable cause for revocation of the license of a producer of insurance under NRS 683A.451; or
- (c) If the licensee has for compensation represented or attempted to represent both the insurer and the insured in the same transaction.
- The license of a business entity may be suspended, revoked, limited or continuation refused for any cause which relates to any individual designated with respect to the license to exercise its powers.
- 3. The holder of any license which has been suspended or revoked shall forthwith surrender the license to the Commissioner.
 - Sec. 21. NRS 684A.220 is hereby amended to read as follows:
- 684A.220 NRS 683A.451, 683A.461 and 683A.480 also apply to suspension, revocation, limitation or refusal to continue adjusters' licenses, fand associate adjusters' licenses,] except where in conflict with the express provisions of this chapter.
- Sec. 22. [NRS 684B.080 is hereby amended to read as follows: 684B.080 1. Each license issued under this chapter continues in force for [3] 2 years unless it is suspended, revoked or otherwise terminated. A license may be renewed upon payment of all applicable fees for renewal to the Commissioner and submission of the statement required pursuant to NRS 684B.083 if the licensee is a natural person. The statement, if required, must be submitted and all applicable fees must be paid biennially on or before the last day of the [month in which the license is renewable.] licensee's birth month or, for business entities, biennially on or before the last day of the month in which the license was issued.
- 2. Any license not so renewed expires at midnight on the last day specified for its renewal. The Commissioner may accept a request for renewal received by the Commissioner within 30 days after the expiration of the license if the request is accompanied by a fee for renewal of 150 percent of all applicable fees otherwise required, except for any fee required pursuant to NRS 680C.110, and the statement required pursuant to NRS 684B.083 if the person requesting renewal is a natural person.] (Deleted by amendment.)
 - Sec. 23. [NRS 685A.120 is hereby amended to read as follows:
- 685A.120 1. No person may act as, hold himself or herself out as or be a surplus lines broker with respect to subjects of insurance for which this State is the insured's home state unless the person is licensed as such by the Commissioner pursuant to this chapter.
- 2. Any person who has been licensed by this State as a producer of insurance for general lines for at least 6 months, or has been licensed in another state as a surplus lines broker and continues to be licensed in that state, and who is deemed by the Commissioner to be competent and trustworthy with respect to the handling of surplus lines may be licensed as a surplus lines broker upon:
 - (a) Application for a license and payment of all applicable fees for a license;

- (b) Submitting the statement required pursuant to NRS 685A.127; and
- (c) Passing any examination prescribed by the Commissioner on the subject of surplus lines.
- 3. An application for a license must be submitted to the Commissioner on a form designated and furnished by the Commissioner. The application must include the social security number of the applicant.
- 4. A license issued pursuant to this chapter [continues in force for 3 years] is renewable biennially on or before the last day of the licensee's birth month or, for business entities, biennially on or before the last day of the month in which the license was issued unless it is suspended, revoked or otherwise terminated. The license may be renewed upon submission of the statement required pursuant to NRS 685A.127 and payment of all applicable fees for renewal to the Commissioner on or before the last day of the month in which the license is renewable.
- 5. A license which is not renewed expires at midnight on the last day specified for its renewal. The Commissioner may accept a request for renewal received by the Commissioner within 30 days after the expiration of the license if the request is accompanied by:
- (a) The statement required pursuant to NRS 685A.127;
- (b) All applicable fees for renewal; and
- (c) A penalty in an amount that is equal to 50 percent of all applicable fees for renewal, except for any fee required pursuant to NRS 680C.110.] (Deleted by amendment.)
 - Sec. 24. [NRS 689.205 is hereby amended to read as follows:
- 689.205 1. Each seller's certificate of authority issued pursuant to NRS 689.150 to 689.375, inclusive, [expires at midnight on April 30 of the third year following its date of issuance or renewal.] is renewable biennially on or before the last day of the certificate holder's birth month or, for business entities, biennially on or before the last day of the month in which the certificate of authority was issued.
- 2. The Commissioner shall renew a certificate of authority upon receiving a written request for renewal from the seller, accompanied by all applicable fees for renewal, which are not refundable, if the Commissioner finds that the seller is, at that time, in compliance with all applicable provisions of NRS 689.150 to 689.375, inclusive.
- 3. The Commissioner may accept a request for renewal received by the Commissioner within 30 days after the expiration of the certificate if the request is accompanied by a fee for renewal of 150 percent of all applicable fees otherwise required, except for any fee required pursuant to NRS 680C.110.] (Deleted by amendment.)
 - Sec. 25. [NRS 689.255 is hereby amended to read as follows:
- 689.255 1. Each agent's license issued pursuant to NRS 689.150 to 689.375, inclusive, [continues in force for 3 years] is renewable biennially on or before the last day of the licensee's birth month unless it is suspended, revoked or otherwise terminated.
- 2. An agent's license may be renewed at the request of the holder of a valid seller's certificate of authority, upon filing a written request for renewal accompanied by all applicable fees for renewal and the statement required pursuant to NRS 689.258. All applicable fees for renewal are nonrefundable.
- 3. Any license not so renewed expires at midnight on the last day of the month specified for its renewal. The Commissioner may accept a request for renewal received by the Commissioner within 30 days after the expiration of the license if the request is accompanied by a fee for renewal of 150 percent of all

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51 52. 53 applicable fees otherwise required, except for any fee required pursuant to NRS 680C.110, and the statement required pursuant to NRS 689.258.

4. An agent's license is valid only while the agent is employed by a holder of a valid seller's certificate of authority.] (Deleted by amendment.)

Sec. 26. [NRS 689.505 is hereby amended to read as follows:

- 689.505 1. Each seller's permit issued pursuant to NRS 689.450 to 689.595, inclusive. [continues in effect for 3 years] is renewable biennially on or before the last day of the permit holder's birth month or, for business entities, biennially on or before the last day of the month in which the permit was issued unless it is suspended, revoked or otherwise terminated.
- 2. The Commissioner shall renew a seller's permit upon receiving a written request for renewal from the seller, accompanied by all applicable fees for renewal, which are not refundable, if the Commissioner finds that the seller is, at that time. in compliance with all applicable provisions of NRS 689.450 to 689.595, inclusive.
- 3. A permit which is not renewed expires at midnight on the last day specified for its renewal. The Commissioner may accept a request for renewal received by the Commissioner within 30 days after the expiration of the permit if the request is accompanied by a fee for renewal of 150 percent of all applicable fees otherwise required, except for any fee required pursuant to NRS 680C.110.] (Deleted by amendment.)
 - Sec. 27. [NRS 689.530 is hereby amended to read as follows:
- 1. Each agent's license issued pursuant to NRS 689.450 to 689.595, inclusive, [continues in effect for 3 years] is renewable biennially on or before the last day of the licensee's birth month unless it is suspended, revoked or otherwise terminated.
- 2. An agent's license may be renewed, unless it has been suspended or revoked, at the request of the holder of a valid seller's permit upon filing a written request for renewal accompanied by all applicable fees for renewal statement required pursuant to NRS 689.258. All applicable fees for renewal are not refundable.
- 3. The Commissioner may accept a request for renewal which is received by the Commissioner within 30 days after the expiration of the license if the request is accompanied by a fee for renewal of 150 percent of all applicable fees otherwise required, except for any fee required pursuant to NRS 680C.110, and the statement required pursuant to NRS 689.258.
- An agent's license is valid only while the agent is employed by a holder of a valid seller's permit.] (Deleted by amendment.)
 - NRS 692A.103 is hereby amended to read as follows:
- 602 A 103 1. A person who wishes to obtain a license as an escrew officer
 - (a) File a written application in the Office of the Commissioner:
- (b) Except as otherwise provided in subsection 3, demonstrate competency in matters relating to escrows by:
- (1) Having at least 1 year of recent experience with respect to escrews of a sufficient nature to allow the person to fulfill the responsibilities of an escrew officer: or
- (2) Passing a written examination concerning escrows as prescribed by the Commissioner:
 - (c) Submit the name and business address of the title agent who will supervise the escrow officer;
 - (d) Submit the statement required pursuant to NRS 692A.1033; and (e) Pay the fees required by NRS 680B.010 and, in addition to any other fee charge, all applicable fees required pursuant to NRS 680C.110.

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- The Commissioner shall issue a license as an escrow officer to any person who satisfies the requirements of subsection 1.
- 3. The Commissioner may waive the requirements of paragraph (b) of subsection 1 if the applicant submits with his or her application satisfactory proof that the applicant, in good standing, currently holds a license, or held a license within 1 year before the date the applicant submits the application, which was issued pursuant to the provisions of NRS 645A.020.
- 4. A license issued pursuant to this chapter [continues in force for 3 years] is renewable biennially on or before the last day of the licensee's birth month or, for business entities, biennially on or before the last day of the month in which the license was issued unless it is suspended, revoked or otherwise terminated. The license may be renewed upon submission of the statement required pursuant to NRS 692A.1033 and payment of all applicable fees for renewal to the Commissioner on or before the last day of the month in which the license is renewable.
- 5. A license which is not renewed expires at midnight on the last day specified for its renewal. The Commissioner may accept a request for renewal received by the Commissioner within 30 days after the expiration of the license if the request is accompanied by the statement required pursuant to NRS 692A.1033 and a fee for renewal of 150 percent of all applicable fees otherwise required, except for any fee required pursuant to NRS 680C.110.
- 6. The Commissioner shall adopt regulations to carry out the provisions of this section.] (Deleted by amendment.)
 - **Sec. 29.** NRS 695C.055 is hereby amended to read as follows:
- 695C.055 1. The provisions of NRS 449.465, 679A.200, 679B.700, subsections 6 and 7 of NRS 680A.270, subsections 2, 4, 18, 19 and [32] 31 of NRS 680B.010, NRS 680B.020 to 680B.060, inclusive, chapter 686A of NRS, NRS 687B.500 and chapters 692C and 695G of NRS apply to a health maintenance organization.
- 2. For the purposes of subsection 1, unless the context requires that a provision apply only to insurers, any reference in those sections to "insurer" must
- be replaced by "health maintenance organization."

 Sec. 30. [NRS 695J.120 is hereby amended to read as follows:

 695J.120 1. The Commissioner shall prescribe the form for application for a certificate as an exchange enrollment facilitator. The form must require the applicant to declare, under penalty of refusal to issue, or suspension or revocation of, the certificate of the applicant, that the statements made in the application are true, correct and complete to the best of his or her knowledge and belief.
- 2. Before approving an application, the Commissioner must find that the applicant:
 - (a) Meets the requirements of NRS 695J.110.
- (b) Has not committed any act that is a ground for refusal to issue, suspension or revocation of a certificate pursuant to NRS 683 A. 451.
 - (e) Paid all applicable fees prescribed pursuant to NRS 695J.110.
 - (d) Meets the requirements of subsections 3 and 5.
- An applicant must, as part of his or her application and at the applicant's own expense:
- (a) Arrange to have a complete set of his or her fingerprints taken by a law enforcement agency or other authorized entity acceptable to the Commissioner; and
 - (b) Submit to the Commissioner:
- (1) A completed fingerprint card and written permission authorizing the Commissioner to submit the applicant's fingerprints to the Central Repository for Nevada Records of Criminal History for submission to the Federal Bureau of

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Investigation for a report on the applicant's background and to such other law enforcement agencies as the Commissioner deems necessary; or

(2) Written verification, on a form prescribed by the Commissioner, stating that the fingerprints of the applicant were taken and directly forwarded electronically or by another means to the Central Repository and that the applicant

electronically or by another means to the Central Repository and that the applicant has given written permission to the law enforcement agency or other authorized entity taking the fingerprints to submit the fingerprints to the Central Repository for submission to the Federal Bureau of Investigation for a report on the applicant's background and to such other law enforcement agencies as the Commissioner deems necessary.

O deems necessary.

— 4. The Commissioner may:

(a) Unless the applicant's fingerprints are directly forwarded pursuant to subparagraph (2) of paragraph (b) of subsection 3, submit those fingerprints to the Central Repository for submission to the Federal Bureau of Investigation and to such other law enforcement agencies as the Commissioner deems necessary;

(b) Request from each such agency any information regarding the applicant's background as the Commissioner deems necessary; and

— (c) Adopt regulations concerning the procedures for obtaining the information described in paragraph (b).

5. The Commissioner may require from the applicant any document reasonably necessary to verify information contained in an application.

6. Except as otherwise provided in NRS 695J.250, a certificate issued pursuant to this chapter is [valid for 3 years after the date of issuance] renewable biennially on or before the last day of the certificate holder's birth month unless it is suspended, revoked or otherwise terminated.] (Deleted by amendment.)

Sec. 31. [NRS 695J.140 is hereby amended to read as follows:

— 695J.140—1. A certificate may be renewed for an additional [3 year] 2 year period by submitting to the Commissioner an application for renewal and:

(a) If the application is made:

(1) On or before the [expiration date of the certificate,] last day of the certificate holder's birth month, all applicable renewal fees; or

(2) Except as otherwise provided in subsection 3 [:

(I) Not more than 30 days after the expiration date of the certificate, all applicable renewal fees plus any late fee required; or

(II) More than 30 days but not more than 1 year after the expiration date of the certificate, all applicable renewal fees plus a penalty of twice all applicable renewal fees, except for any fee required pursuant to NRS 680C.110.], not more than 30 days after the expiration date of the certificate, all applicable renewal fees in addition to a late penalty of 150 percent; and

— (b) Proof of the successful completion of appropriate courses of study required for renewal, as established by the Commissioner by regulation.

2. The fees specified in this section are not refundable.

3. An exchange enrollment facilitator who is unable to renew his or her certificate because of military service, extended medical disability or other extenuating circumstance may request a waiver of the time limit and of any fine or sanction otherwise required or imposed because of the failure to renew.] (Deleted by amendment.)

Sec. 32. NRS 695J.260 is hereby amended to read as follows:

695J.260 1. If an exchange enrollment facilitator fails to obtain an appointment by the Exchange within 30 days after the date on which the certificate was issued, the exchange enrollment facilitator's certificate expires and the exchange enrollment facilitator shall promptly deliver his or her certificate to the Commissioner.

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- 2. If the Exchange terminates an exchange enrollment facilitator's appointment, the exchange enrollment facilitator is prohibited from engaging in the business of an exchange enrollment facilitator. Funder his or her certificate until such time as the exchange enrollment facilitator receives a new appointment by the Exchange. If the exchange enrollment facilitator does not obtain a new appointment by the Exchange within 30 days after the date the appointment was terminated, the exchange enrollment facilitator's certificate expires and the exchange enrollment facilitator shall promptly deliver his or her certificate to the Commissioner.]
- 3. Except as otherwise provided in subsection 4, if the Exchange terminates the appointment of an entity other than a natural person:
- (a) The appointments of exchange enrollment facilitators named on the entity's appointment also terminate; and
- (b) The exchange enrollment facilitator is prohibited from engaging in the business of an exchange enrollment facilitator under his or her certificate. Funtil such time as the exchange enrollment facilitator receives a new appointment by the Exchange. If the exchange enrollment facilitator does not obtain a new appointment by the Exchange within 30 days after the date on which the appointment was terminated, the exchange enrollment facilitator's certificate expires and the exchange enrollment facilitator shall promptly deliver his or her certificate to the Commissioner.1
- 4. The provisions of subsection 3 do not apply to any appointments the exchange enrollment facilitator may have individually or through an entity other than the terminated entity.
- Upon the termination of an appointment for an entity or certificate holder, the Executive Director of the Exchange shall notify the Commissioner of the effective date of the termination and the grounds for termination.
- Sec. 33. [NRS 696A.300 is hereby amended to read as follows: 696A.300 1. Each license for a club agent issued under this chapter Icontinues in force for 3 years lie renewable biennially on or before the last day of the licensee's birth month or, for business entities, biennially on or before the last day of the month in which the license was issued unless it is suspended, revoked or otherwise terminated. A license may be renewed upon submission of the statement required pursuant to NRS 696A.303 and payment to the Commissioner of all applicable fees for renewal. The statement must be submitted and the fees must be paid on or before the last day of the month in which the license is renewable.
- 2. Any license not so renewed expires at midnight on the last day specified for its renewal. The Commissioner may accept a request for renewal received by the Commissioner within 30 days after the expiration of the license if the request accompanied by the statement required pursuant to NRS 696A.303, a fee for renewal of 150 percent of all applicable fees otherwise required, except for any fee required pursuant to NRS 680C.110.
- 3. In addition to all applicable fees required pursuant to NRS 680C.110 to be deposited in the Fund for Insurance Administration and Enforcement created by NRS 680C.100, the Commissioner shall collect in advance and deposit with the State Treasurer for credit to the State General Fund the following fees for licensure as a club agent:
 - (a) Application and license......
- (b) Appointment by each motor club (c) [Triennial] *Biennial* renewal of each license......
 - (Deleted by amendment.)
 - **Sec. 34.** NRS 648.018 is hereby amended to read as follows:
- 648.018 Except as to polygraphic examiners and interns, this chapter does not apply:

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- To any detective or officer belonging to the law enforcement agencies of the State of Nevada or the United States, or of any county or city of the State of Nevada, while the detective or officer is engaged in the performance of his or her official duties.
- 2. To special police officers appointed by the police department of any city, county, or city and county within the State of Nevada while the officer is engaged in the performance of his or her official duties.
- 3. To insurance adjusters [and their associate adjusters] licensed pursuant to the Nevada Insurance Adjusters Law who are not otherwise engaged in the business of private investigators.
- 4. To any private investigator, private patrol officer, process server, dog handler or security consultant employed by an employer regularly in connection with the affairs of that employer if a bona fide employer-employee relationship exists, except as otherwise provided in NRS 648.060, 648.140 and 648.203.
- 5. To a repossessor employed exclusively by one employer regularly in connection with the affairs of that employer if a bona fide employer-employee relationship exists, except as otherwise provided in NRS 648.060, 648.140 and 648.203.
- 6. To a person engaged exclusively in the business of obtaining and furnishing information as to the financial rating of persons.
- 7. To a charitable philanthropic society or association incorporated under the laws of this State which is organized and maintained for the public good and not for private profit.
 - To an attorney at law in performing his or her duties as such.
- 9. To a collection agency unless engaged in business as a repossessor, licensed by the Commissioner of Financial Institutions, or an employee thereof while acting within the scope of his or her employment while making an investigation incidental to the business of the agency, including an investigation of the location of a debtor or his or her assets and of property which the client has an interest in or lien upon.
- To admitted insurers and agents and insurance brokers licensed by the State, performing duties in connection with insurance transacted by them.
- 11. To any bank organized pursuant to the laws of this State or to any national bank engaged in banking in this State.
- 12. To any person employed to administer a program of supervision for persons who are serving terms of residential confinement.
- To any commercial registered agent, as defined in NRS 77.040, who obtains copies of, examines or extracts information from public records maintained by any foreign, federal, state or local government, or any agency or political subdivision of any foreign, federal, state or local government.
- 14. To any holder of a certificate of certified public accountant issued by the Nevada State Board of Accountancy pursuant to chapter 628 of NRS while performing his or her duties pursuant to the certificate.
- 15. To a person performing the repair or maintenance of a computer who performs a review or analysis of data contained on a computer solely for the purposes of diagnosing a computer hardware or software problem and who is not otherwise engaged in the business of a private investigator.
- To any person who for any consideration engages in business or accepts employment to provide information security.
- Sec. 35. (Notwithstanding the amendatory provisions of sections 1, 2, 9, 10, 16, 22 to 28, inclusive, 30, 31 and 33 of this act:

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- 1. A certificate, license, permit or other type of authorization governed by any provision of sections 1, 2, 3, 6, 8, 9, 10, 16, 22 to 28, inclusive, 30, 31 or 33 of this act, which is issued or renewed:
 - (a) Before January 1, 2020; and
 - (b) With a date of expiration which is:
 - (1) On or after January 1, 2020; and
 - (2) Three years after the date of issuance or renewal,
- is valid until the date of expiration provided when it was issued or most recently renewed immediately preceding January 1, 2020. Such a certificate, license, permit or other type of authorization need not be renewed until the date it would have needed to be renewed in the absence of the amendatory provisions of sections 1, 2, 3, 6, 8, 9, 10, 16, 22 to 28, inclusive, 30, 31 and 33 of this act.
- 2. The Division of Insurance of the Department of Business and Industry, upon the first renewal on or after January 1, 2020, of a certificate, license, permit or other type of authorization governed by any provision of sections 1, 2, 3, 6, 8, 9, 10, 16, 22 to 28, inclusive, 30, 31 or 33 of this act, shall:
- (a) If applicable, renew the certificate, license, permit or other type of authorization for a period of time which is less than 2 years, as necessary to make the month of renewal of the certificate, license, permit or other type of authorization coincide with the birth month of the holder of the certificate, license, permit or other type of authorization; and
- (b) Prorate and appropriately reduce any fees charged for the renewal of the certificate, license, permit or other type of authorization which is renewed pursuant to paragraph (a) for a period of time which is less than 2 years.] (Deleted by amendment.)
 - Sec. 36. NRS 684A.140 is hereby repealed.
- **Sec. 37.** This act becomes effective upon passage and approval for the purpose of adopting regulations and performing any other preparatory administrative tasks that are necessary to carry out the provisions of this act, and on January 1, 2020, for all other purposes.

TEXT OF REPEALED SECTION

684A.140 Associate adjuster: Application for license; fee; license; penalty.

- 1. Concurrently with an application for a license or for renewal of a license as an adjuster, the applicant or licensee must provide an appointment for each associate adjuster employed by him or her or to be employed by him or her contingent upon issuance of the license. Each person who desires to become licensed as an associate adjuster must submit an application to the Commissioner for such a license. The application must include the social security number of the applicant.
- 2. Upon payment of all applicable fees, the Commissioner shall issue and deliver to a licensed adjuster a license for each associate authorized by the State to act on behalf of the licensee. The Commissioner shall not issue a license as an associate adjuster to a person who is licensed as a producer of insurance for property, casualty or surety or a surplus lines broker.
- 3. The license of an associate adjuster may be renewed upon payment of all applicable fees. The license terminates at the same time as the license of the employing adjuster unless, within 30 days after the termination of the license, the

associate adjuster submits to the Commissioner all applicable fees and a request to be employed by another employing adjuster. The Commissioner shall promptly terminate an associate adjuster's license upon written request therefor by the employing adjuster.

4. A person shall not act as or hold himself or herself out in this State to be an associate adjuster unless the person holds a current license as such issued to the person by the Commissioner. A violation of this provision is a gross misdemeanor.