

**PROPOSED REGULATION OF THE
COMMISSIONER OF INSURANCE**

LCB File No. R007-16

Division of Insurance Revised Version
April 20, 2016

EXPLANATION – Matter in *italics* is new language in the original proposed regulation; variations of **bold underlining** is language proposed to be added in this amendment; matter in brackets **[omitted material]** is material to be omitted in the original proposed regulation; **~~double-strikethrough~~** is language proposed to be deleted in this amendment.

AUTHORITY: §1, NRS 679B.030, 690C.180 and 690C.300.

A REGULATION relating to insurance; defining the term “incidental payment of indemnity” for the purpose of interpreting provisions of the Nevada Insurance Code relating to service contracts; and providing other matters properly relating thereto.

Legislative Counsel’s Digest:

Existing law authorizes the Commissioner of Insurance to adopt regulations to carry out the provisions of the Nevada Insurance Code. (NRS 679B.130) This regulation defines the term “incidental payment of indemnity” for the purpose of interpreting provisions of the Code relating to service contracts.

Section 1. Chapter 690C of NAC is hereby amended by adding thereto a new section to read as follows:

*As used in NRS 690C.080, the term “~~incidental payment of indemnity~~ **normal wear and tear**” includes **damage which necessitates the provision of, without limitation, ~~payment for~~** **the following services:***

- 1. **Repair or replacement of a tire or wheel on a motor vehicle damaged as a result of coming into contact with a road hazard;***
- 2. **Removal of a dent, ding or crease on a motor vehicle that is repairable using a process of paintless dent removal without affecting the existing paint finish or removing the body panels of the motor vehicle or sanding, bonding or painting the existing finish of the motor vehicle;***

3. Repair of a chip or crack in the windshield or replacement of the windshield of a motor vehicle damaged as a result of a road hazard; and

4. Replacement of a key or key fob of a motor vehicle if the key or key fob becomes inoperable or is lost or stolen.