ASSEMBLY BILL NO. 206–ASSEMBLYMEMBER COLE

PREFILED FEBRUARY 3, 2025
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Referred to Committee on Commerce and Labor

SUMMARY—Repeals certain provisions which prohibit an insurer from issuing or renewing certain policies of liability insurance. (BDR 57-643)

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

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AN ACT relating to insurance; repealing provisions which prohibit an insurer from issuing or renewing a policy of liability insurance that contains certain provisions; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 Existing law establishes the Nevada Insurance Code which governs contracts of
2 insurance. (Title 57 of NRS) This bill repeals provisions of existing law that
3 prohibit an insurer from issuing or renewing a policy of liability insurance that
4 contains a provision that: (1) reduces the limit of liability stated in the policy by the
5 costs of defense, legal costs and fees and other expenses for claims; or (2)
6 otherwise limits the availability of coverage for the costs of defense, legal costs and
7 fees and other expenses for claims. (NRS 679A.210)

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

1 **Section 1.** NRS 679A.210 is hereby repealed.

TEXT OF REPEALED SECTION

 679A.210 Prohibited provisions in policy of liability insurance relating to costs of defense, legal costs and fees and other expenses for claims. Notwithstanding any other provision

of law, an insurer, including, without limitation, an insurer listed in NRS 679A.160, shall not issue or renew a policy of liability insurance that contains a provision that:

    1.   Reduces the limit of liability stated in the policy by the costs of defense, legal costs and fees and other expenses for claims; or

    2.   Otherwise limits the availability of coverage for the costs of defense, legal costs and fees and other expenses for claims.

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