

**PROGRAM DIVISION
BULLETIN**

2004-22

May 18, 2004

State: **Nevada**

Applicability: **Commercial Automobile**

Effective Date: **Immediately**

Re: **Nevada Department of Motor Vehicles and Public
Safety – Insurance Verification Program- DMV
Reporting**

This bulletin supercedes Bulletin 2003-08 which was issued on 3/19/2003

SUMMARY

The Nevada Department of Motor Vehicles and Public Safety, Central Services Division, Insurance Verification Program (Nevada DMV) verifies insurance on vehicles registered in Nevada. The Program was implemented as part of NRS Chapter 485, passed during the 1997 Nevada "legislative session". NV DMV. now requires insurance verification on all vehicles registered in the state. While insurance was always mandatory, the DMV relied on ID cards to prove the existence of insurance. The reports that are now required to be filed by the insurer verify the reliability of the ID card. Both private passenger and commercial policies must be reported. AIG's initial report to NV DMV was completed in 1998. Monthly reporting remains an ongoing requirement. The name of the Nevada system is "Nevada's Insurance Verification Program (NIVP)". There are 2 reporting options outlines below.

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REPORTING REQUIREMENTS

- Report new business, renewals and cancellations (final cancellations only) to NV DMV.
- New business must be reported monthly by the 15th day of the month after issuance of the policy or binder
- Cancellations must be reported monthly by the 15th day of the month after final cancellation.
- Report additions and deletions of vehicles on scheduled vehicle policies monthly by the 15th day of the month after the effective date of transaction.
- Include complete vehicle information including a valid 17 digit VIN's when reporting under the vehicle-specific option
- The registrant must match the named insured.
- Renewal reporting is only required in Nevada if the policy number or carrier company changes.
- Non-Renewals need to be reported as Cancellations.
- Commercial filing requires FEIN and subsidiary information
- The only excluded classes from reporting requirements are Motor Carrier vehicles and golf carts as defined by the statute. requirements.

(Refer to the individual State Template for a complete list of required data elements for reporting)

REPORTING OPTIONS

1. Non-Vehicle Specific Reporting Option

The insurer may opt for non-vehicle specific reporting by only reporting policy level data such as; the name and address of the registrant, the carrier company NAIC code, coverage effective date, etc. This method requires the reporting of the name of the insured registrant, address of the registrant, FEIN of the registrant, among the other required data elements. This option eliminates the need to report vehicle-specific data such as vehicle model year, vehicle make, and vehicle identification number (VIN), and should be utilized any time the policy has been issued on a composite rated basis.

HOWEVER, THIS OPTION, IF CHOSEN BY THE INSURER, COULD BE CONSTRUED AS AN INDICATION TO THE DMV THAT ALL VEHICLES REGISTERED IN THAT PARTICULAR STATE THAT ARE

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OWNED BY THE REPORTED REGISTRANT(S) ARE COVERED BY THE POLICY, AND COULD RESULT IN THE COMPANY BEING LIABLE FOR CLAIMS THAT IT HAD NOT ANTICIPATED AND FOR WHICH IT HAD NOT COLLECTED A PREMIUM. This may not be the underwriter's intent, especially regarding leased vehicles and vehicles registered to individuals covered on the policy. AIG should not be verifying coverage on these types of exposures on a blanket basis.

2. Vehicle-Specific Reporting Option

The insurer may opt for vehicle-specific reporting. Under this option, only those specific vehicles reported by the insurer are considered covered under the reported policy. The vehicle-specific reporting option eliminates the challenges that may be presented with leased vehicles and vehicles registered to individuals covered on the policy, and should be utilized in those instances where the policy has been written on a schedule rated basis.

NOTE: Vehicle specific reporting must always be utilized in the following cases:

- Reporting vehicles registered to a leasing companies.
- Reporting vehicles registered to an individual, when only certain vehicles registered to that individual are to be covered under the Commercial Auto Policy.

Any additions or deletions to a policy reported to the DMV in this manner would have to be reported on an ongoing basis.

For additional information, review the Nevada websites for full details of their program.

<http://www.dmvnv.com/>

<http://www.dmvnv.com/ivp.htm>

<http://nevadadmvt.state.nv.us/index.htm>

<http://www.dmvnv.com/nvreg.htm#vip>

<http://www.leg.state.nv.us/NAC/NAC-485.html#NAC485Sec175>

Web Site to download copies of the Nevada Reporting Requirements Manual:

www.silver.state.nv.us

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UNDERWRITING ACTION

The underwriter must determine which reporting option should be used based on the coverage scenarios described above. Data must be completed by the Program Administrator on the corresponding “*Standardized DMV Reporting Template*”. The Program Administrator must make sure that ALL data elements requested are supplied on the template. Incomplete templates will be returned for correction. The Standardized templates are also available at AccessAIG.com for Program Administrators. (A copy is included with this distribution, however, you should always obtain the most recent edition from accessaig.com). Also included in the template is a list of AIG Company NAIC codes and NCIC vehicle make codes to assist the Program Administrator with the proper completion of the templates for those data elements.

Failure to comply with the procedures described herein will result in one or more of the following:

- The insured may be prevented from registering their vehicle(s).
- Suspension, and/or revocation of the insureds existing vehicle registration.
- Impoundment of the insured’s vehicle(s) and civil penalties incurred by the insured.
- Fines imposed on AIG.

If you have any questions regarding this bulletin, please contact your Program Manager.



"NV DMV
Template.xls"

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