



Nevada–Deductible Policy Reporting Requirements for POC–UPDATED

ACTION NEEDED

Note: This circular has been updated to correct the Nevada State Code.

Effective July 1, 2018, the Nevada Division of Industrial Relations (DIR) is adding a new reporting requirement for Proof of Coverage (POC). Policies written under a deductible program that cover Nevada and meet the Nevada definition of a large-deductible agreement (where the policyholder bears the risk of loss of a specified amount of \$25,000 or more per claim or occurrence) are required to be reported with the Deductible Endorsement Record (Record Type 43).

When applicable, the record must include State Code 27 (Nevada) and the following data elements:

- Losses Subject to Deductible Code
- Basis of Deductible Calculation Code
- Deductible Amount Per Claim/Accident

The reporting of this data will allow the Nevada DIR to view these elements through the *Proof of Coverage Inquiry* application.

Please review the information in this circular and take the necessary steps to ensure that your company complies with the instructions and requirements provided.

BACKGROUND

NCCI has been the approved Proof of Coverage (POC) provider to the Nevada DIR since July 1, 1999.

IMPACT

With the requirement of the deductible data elements by the Nevada DIR, any policy that covers Nevada and the coverage is written under a deductible program, Record Type 43—Deductible Endorsement must be reported with State Code 27 and the following data elements:

- Losses Subject to Deductible Code
- Basis of Deductible Calculation Code
- Deductible Amount Per Claim/Accident

Following are NCCI policy edits that apply to Record Type 43:

- Edit #0053-01—Losses Subject to Deductible Code is missing or invalid
- Edit #0056-01—Basis of Deductible Calculation Code is blank or contains an invalid code
- Edit #0052-02—Deductible Amount Per Claim/Accident is not greater than zero when the value for the Basis of Deductible Calculation Code is 01, 02, 07, 08, 09, 10, or 11

The following provides you with the coding values for the required data elements that are applicable in Nevada:

Losses Subject to Deductible Code

The Losses Subject to Deductible Code must be reported with one of the following code values:

Code Value	Code Value Description
01	Medical Losses Only
02	Indemnity Losses Only
03	Medical and Indemnity Losses—Deductible applies proportionately to the medical and indemnity portions of the loss

Basis of Deductible Calculation Code

The Basis of Deductible Calculation Code must be reported with one of the following code values:

Code Value	Code Value Description
01	Per Claim Deductible Amount
02	Per Accident Deductible Amount
09	Per Accident Deductible Amount With Per Policy Deductible Aggregate Limit
10	Per Claim Deductible Amount With Per Policy Deductible Aggregate Limit

Deductible Amount per Claim/Accident

The Deductible Amount per Claim/Accident is the loss amount by claim or by accident or for each occurrence to be paid by the insured, as defined by the deductible program.

NCCI ACTION

The *Policy and Proof of Coverage Reporting Guidebook* and the *POC State Guide* will be updated to include the Nevada reporting requirements where applicable. These resources are available online at ncci.com.

PERSON TO CONTACT

If you have any questions, please contact NCCI's Customer Service Center at 800-NCCI-123 (800-622-4123) and select **Option 6 for Data Reporting**, or email us at data@ncci.com. We're here to assist you Monday through Friday, 8:00 a.m.–8:00 p.m.