

# State of Nevada DEPARTMENT OF BUSINESS AND INDUSTRY

### **Insurance Challenges in Northern Nevada**

**Nevada Division of Insurance**March 2025

Scott J. Kipper, Commissioner of Insurance

Protect Consumers, Ensure Solvency

The mission of the Nevada Division of Insurance is to protect the rights of Nevada consumers in their experiences with the insurance industry and to ensure the financial solvency of insurers.

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# Nevada Division of Insurance (DOI)

### Mission and Functions

- Regulation of Nevada's \$30 billion insurance industry, Title 57 in NRS
- 1,500 authorized insurers in Nevada, including 140 domestic carriers
- 250,000 active individual licensed producers, including 25,000 resident producers.
- \$600 million annually in insurance premium tax toward the General Fund (Figures are approximate)

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### **Key Market Trends in Nevada**

Understanding Nevada's Evolving Insurance Landscape

- Rising home and auto insurance premiums due to national and local trends
- Increased claim costs from natural disasters (wildfires, flooding)
- Challenges in maintaining insurer participation in the market



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**Auto Insurance Market Challenges** 

Why Are Auto Insurance Rates Rising?

- Increase in repair costs and parts shortages
- More severe accidents and rising claim payouts
- Premiums impacted by inflation and labor costs



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### **Homeowners Insurance & Wildfire Risk**

Addressing Nevada's Wildfire Insurance Crisis

- Higher losses from wildfires impacting insurer participation
- Rising cost of reinsurance affecting homeowners' premiums
- State and federal efforts to maintain market stability

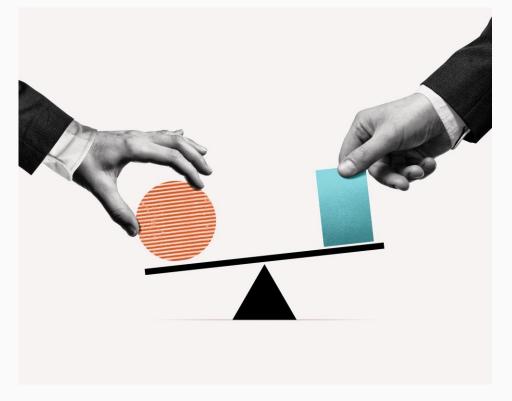


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### **Affordability & Access**

Keeping Insurance Affordable & Available

- Balance between solvency, consumer protection, and fair pricing
- Legislative and regulatory approaches to stabilizing the market
- Efforts to educate consumers on policy options





## **QUESTIONS?**