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**State of Nevada Appeals RRG Victory**

**Burlington, VT**— In a prime example of why few risk retention groups take on costly and time-consuming court battles with states that wish to restrict their federal right to do business, the state of Nevada will appeal a federal court's summary judgment order that ruled in favor of a Vermont-domiciled RRG.

Last month, a United States district court ruled in favor of the Alliance of Nonprofits for Insurance Risk Retention Group (ANI), which had sought relief from the courts after Nevada regulators issued an order to stop ANI from writing first-dollar auto liability insurance in its state.

"Once again, we see an example why modernization of the federal Liability Risk Retention Act (LRRRA) of 1986 is so important," says Len Crouse, TMG partner, a member of the Government Affairs Committee of the National Risk Retention Association and a former, long-time captive insurance regulator for Vermont. "Federal legislators need to pass legislation to stop these impediments to legally doing business."

In early June, the U.S. House of Representatives introduced HR 2126, which was referred to the House Committee on Financial Services. The bill would modernize LRRRA '86, providing a federal dispute resolution mechanism for cases such as these, among other features.

To learn more about how risk retention groups or other risk financing vehicles might help your risk management efforts, contact the independent professionals at The Towner Management Group.