

# INSURANCE PREMIUMS TAX RETURN

For Calendar Year 2016  
Return Due March 1, 2017

<b>FOR OFFICIAL USE ONLY</b>								
3	2	/	2	0	1	6	/	*
Tax			Year			Tr.		
Account Number _____								

FEIN \_\_\_\_\_

NAIC/  
TAX ID

Company Name \_\_\_\_\_

Home Office Address (Number and Street) \_\_\_\_\_

Mailing Address (Post Office Box) \_\_\_\_\_

Telephone Number \_\_\_\_\_

City \_\_\_\_\_


State \_\_\_\_\_

ZIP Code \_\_\_\_\_

## SUMMARY OF NET TAX DUE (All Sections)

A. Net domestic and foreign life insurance tax (from Section I, line J) ..... (01)	\$	<input type="text"/>	.	<input type="text"/>	<input type="text"/>
B. Net other than life insurance tax (from Section II, line M) ..... (02)		<input type="text"/>	.	<input type="text"/>	<input type="text"/>
C. Fire insurance tax (from Section III, line E) ..... (05)		<input type="text"/>	.	<input type="text"/>	<input type="text"/>
D. Net retaliatory taxes and fees (from section IV, Part C, line 9) ..... (06)		<input type="text"/>	.	<input type="text"/>	<input type="text"/>
E. Total net tax liability due (add lines, A, B, C and D). <b>Pay in full with this return</b> .....	\$	_____			

➤ **Make check payable to Kentucky State Treasurer and mail return with payment to:**

 **Mailing Address:** KENTUCKY DEPARTMENT OF REVENUE  
P.O. Box 1303, Frankfort, KY 40602-1303  
**Overnight Address:** 501 High Street, Frankfort, KY 40601-2103

I, the undersigned, declare under the penalties of perjury, that I have examined these returns, including all accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct and complete.

Signature of President or Chief Accounting Officer \_\_\_\_\_

Print Name \_\_\_\_\_

Date \_\_\_\_\_

## REPORT PREPARER'S INFORMATION

Signature \_\_\_\_\_

Title \_\_\_\_\_

Date \_\_\_\_\_

Print Name \_\_\_\_\_

( ) \_\_\_\_\_

Telephone Number \_\_\_\_\_

E-mail Address \_\_\_\_\_

**SECTION I. DOMESTIC AND FOREIGN LIFE INSURANCE TAX** (*Kentucky Revised Statute 136.330*)

	<b>(A) Life Insurance</b>	
A. Life insurance premiums		
1. Total premium receipts ( <b>if premiums don't match Schedule T or State Page, please attach supporting documentation</b> ) .....		
2. Returned premiums (attach supporting documentation).....		
3. Net premiums (subtract line 2 from line 1).....		
B. Accident and health premiums		
1. Premium receipts ( <b>if premiums don't match Schedule T or State Page, please attach supporting documentation</b> ) .....		
2. a. Returned premiums (attach supporting documentation) .....		
b. Dividends on accident and health policies .....		
3. Total (add lines 2a and 2b) .....		
4. Net premiums—accident and health (subtract line 3 from line 1)		
C. Dividends applied to purchase paid-up additions (6.3 from State Page) .....		
D. Premiums received on reinsurance assumed on Kentucky risks from unauthorized companies ( <i>Attach itemized account of all reinsurance assumed on Kentucky risks.</i> ) .....		
E. Total taxable premiums (add lines A-3, B-4, C and D).....		
F. Domestic and foreign life insurance tax liability (1.5% of line E) .....		
G. Credits		
1. Life and Health Guaranty Fund Assessment Credit.....		
2. Kentucky Investment Fund Act Credit .....		
3. New Markets Development Program Tax Credit (attach supporting documentation).....		
4. Total of lines 1, 2, and 3.....		
H. Net domestic and foreign life insurance tax liability (subtract line G-4 from line F; if line G-4 exceeds line F, enter zero)		
	<b>First Installment</b>	<b>Second Installment</b>
I. 1. Domestic and foreign life insurance tax paid by declaration.....		
2. Adjustment (attach documentation).....		
3. Total lines I-1 and I-2.....		
J. Net domestic and foreign life insurance tax due (subtract line I-3 from line H and enter here and on line A, page 1).....		\$

**LIFE AND HEALTH GUARANTY FUND ASSESSMENT SCHEDULE**

Payment Year	Total Assessment Paid	20 Percent Rate Credit
2011	_____	_____
2012	_____	_____
2013	_____	_____
2014	_____	_____
2015	_____	_____
Refunds	( _____ )	( _____ )
<b>TOTALS</b>	_____	_____

(enter amount in Section I, line G  
or  
Section II, line I)

**SECTION II. OTHER THAN LIFE INSURANCE TAX** (Kentucky Revised Statutes 136.340, 136.350, 136.370 and 136.390)

<p>A. Gross amount of premiums received (Include policy and membership fees. Do not include premiums for federally insured crop and federally insured flood insurance (direct written premium and write-your-own policies only). <b>(If premiums don't match Schedule T or State Page, please attach supporting documentation.)</b> ...</p>					
<p>B. Other amounts received for insurance or incidental services related to insurance .....</p>					
<p>C. Gross amount received from reinsurance assumed on Kentucky risks from unauthorized companies (Attach itemized account of all reinsurance assumed on Kentucky risks.) .....</p>					
<p>D. Total lines A, B and C .....</p>					
<p>E. 1. Returned premiums (attach supporting documentation) (Exclude amounts applicable to workers' compensation.).....</p>					
<p>2. Dividends paid or credited by mutual companies to policyholders (Exclude amounts applicable to workers' compensation.).....</p>					
<p>3. Workers' compensation insurance premiums included on line D.....</p>					
<p>F. Total lines E-1, E-2, and E-3 .....</p>					
<p>G. Total taxable premiums (subtract line F from line D).....</p>					
<p>H. Other than life insurance tax liability (2% of line G).....</p>					
<p>I. 1. Life and Health Guaranty Fund Assessment credit.....</p>					
<p>2. New Markets Development Program Tax Credit (attach supporting documentation).....</p>					
<p>3. Total of lines 1 and 2.....</p>					
<p>J. Net other than life insurance tax liability (subtract line I-3 from line H; if line I-3 exceeds line H, enter zero).....</p>					
<p>K. 1. Other than life insurance tax paid by declaration .....</p>	<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th style="width:50%;">First Installment</th> <th style="width:50%;">Second Installment</th> </tr> <tr> <td style="height: 20px;"></td> <td style="height: 20px;"></td> </tr> </table>	First Installment	Second Installment		
First Installment	Second Installment				
<p>2. Adjustments (attach documentation) .....</p>					
<p>L. Total lines K-1 and K-2 .....</p>					
<p>M. Other than life insurance tax due (subtract line L from line J and enter here and on line B, page 1).....</p>	\$				

**SECTION III. FIRE INSURANCE TAX** (Kentucky Revised Statutes 136.350, 136.360, 136.370 and 136.390)

<p>A. Complete the following schedule:</p>					
Line of Business	Enter Gross Amount Received Regardless of Designation <b>(1)</b>	Enter Amounts Refunded on Policies not Taken or Cancelled and Dividends Paid or Credited to Policyholders <b>(2)</b>	Subtract Column 2 from Column 1 <b>(3)</b>	Percentage Allocated to Fire <b>(4)</b>	Enter Amount Allocated to Fire (Multiply amount in Column 3 by percentage in Column 4) <b>(5)</b>
1. Fire.....				100	
2. Inland marine.....				15	
3. Aircraft physical damage.....				20	
4. Auto physical damage:					
a. Comprehensive.....				37.5	
b. Fire and theft .....				74.8	
c. Fire, theft and miscellaneous.....				67.8	
5. Comprehensive dwelling.....				33.3	
6. Home owners' policies A, B, C and tenants .....				33.3	
7. Manufacturers' output policy.....				33.3	
8. Multiple peril .....				50	
9. Other (specify).....					
<p>B. Amount allocated to fire (add lines 1 through 9) .....</p>					
<p>C. Adjustments (attach documentation).....</p>					
<p>D. Total lines B and C .....</p>					
<p>E. Fire insurance tax (multiply line D by .0075 and enter here and on line C, page 1) .....</p>					\$

**SECTION IV. RETALIATORY TAXES AND FEES ON INSURERS** (Kentucky Revised Statutes 304.3-270 and 304.4-010)

A. Aggregate of all taxes and fees on Kentucky basis			
1. a.	1.5% premiums tax (from line F, Section I, page 2) or 2% premiums tax (from line H, Section II, page 3) .....		
b.	Fire premiums tax (from line E, Section III, page 3) .....		
c.	Taxes paid to Kentucky municipalities .....		
d.	Other (specify) _____		
e.	Taxes on Kentucky basis (add lines a through d) .....		
2. a.	Filing fee, annual statement (see instructions) .....	100.00	
b.	Certificate of authority fee (see instructions) .....	100.00	
c.	Other (specify) _____		
d.	Total fees on Kentucky basis (add lines a through c) .....		
3.	Taxes and fees on Kentucky basis (add lines 1e and 2d) .....		

B. Aggregate of all taxes and fees adjusted to home state basis _____		Name of Home State _____	
1. a.	Total Kentucky taxable premiums (exclude workers' compensation) .....		
b.	Deductions to total Kentucky taxable premiums according to home state basis (itemize):		
(1)	_____		
(2)	_____		
(3)	_____		
(4)	_____		
(5)	_____		
(6)	Total deductions .....		
c.	Subtract line b(6) from line a .....		
d.	Multiple line c by home state premium tax rate ( _____ % ). If multiple rates are applicable in home state, attach computation .....		
2. a.	Fees and other taxes charged insurer in home state (itemize):		
(1)	_____		
(2)	_____		
(3)	_____		
(4)	_____		
(5)	_____		
b.	Total fees and other taxes (add lines 1 through 5) .....		
3.	Taxes and fees adjusted to home state basis (sum of lines 1d and 2b) .....		

C. Computation of amount due—retaliatory provision			
1.	Amount from line B-3 .....		
2.	Amount from line A-3 .....		
3.	If line C-1 is greater than line C-2, enter excess. This is your retaliatory taxes and fees liability .....		
		<b>First Installment</b>	<b>Second Installment</b>
4.	Retaliatory taxes and fees paid by declaration .....		
5.	Adjustments (attach documentation) .....		
6.	Total lines C-4 and C-5 .....		
7.	Retaliatory taxes and fees due (subtract line C-6 from line C-3) .....		
8.	Kentucky Investment Fund Act Credit .....		
9.	New Markets Development Program Tax Credit (attach supporting documentation) .....		
10.	Total lines C-8 and C-9 .....		
11.	Net Retaliatory taxes and fees due (subtract line C-10 from line C-7 and enter here and on line D, page 1) .....		\$

**IF THERE IS A NEGATIVE TAX LIABILITY REPORTED IN  
THE SUMMARY OF NET TAX DUE (PAGE 1), CHECK THE APPROPRIATE BOX**

<input type="checkbox"/>	Apply to 2017 estimated insurance premiums tax.	
	First Installment (due June 1) .....	\$ _____
	Second Installment (due October 1) .....	\$ _____
<input type="checkbox"/>	Refund .....	\$ _____

## INSTRUCTIONS

### Domestic and Foreign Life Insurance Companies

1. Complete Sections I and IV of insurance premiums tax return.
2. Attach copies of the following schedules and exhibits from Annual Statement filed with the Kentucky Commissioner of Insurance.
  - a. Schedule T—Premiums and Annuity Considerations Allocated by States and Territories
  - b. Schedule of Business in the State of Kentucky

### Other Than Life Insurance Companies

1. Complete Sections II through IV, when applicable, of insurance premiums tax return. Mark nonapplicable sections, “Not Applicable.”
2. Attach copies of the following schedules and exhibits from Annual Statement filed with the Kentucky Commissioner of Insurance.
  - a. Exhibit of Premiums and Losses, Business in Commonwealth of Kentucky During the Year (Except Title Insurers)
  - b. Schedule T, Part 1—Exhibit of Premiums Written
  - c. Operations and Investment Exhibit Statement of Income (Title Insurers Only)

### All Companies

1. Complete applicable parts of Summary of Net Tax Due. The total of this section of the return shall equal the amount of your remittance to assure proper credit. Overpayments of one tax resulting from declaration payments may be credited against a liability due on another tax. To apply an overpayment, an insurer must include the overpayment with the declaration payments of one of the other tax liabilities, indicating the source. **Negative amounts shall appear as adjustments in each applicable section.** Net tax liability amounts are to be carried forward and recorded in Summary of Net Tax Due on page 1.
2. Life and Health Guaranty Fund assessments, class B and class C, may be used to offset your insurance premium tax liability to the extent of 20 percent per year for each of the five years following the year of the payment. (KRS 304.42-090 and KRS 304.42-130) Life and Health Guaranty Fund refunds, class B and class C, are to be used against your Life and Health Guaranty Fund credit to the extent of 20 percent per year for each of the five years following the year of payment. Complete the Life and Health Guaranty Fund Assessment Schedule on page 2. Life and Health Guaranty Fund Assessment credits shall not exceed net tax liability (Section I, line H; Section II, line J). If so, enter a zero for the net tax liability (Section I, line H; Section II, line J). No excess amounts of Life and Health Guaranty Fund Assessment credits shall be carried forward to the following year. No refunds shall be given for credits created by Guaranty Fund Assessment credits.
3. **Kentucky Investment Fund Act Credit**

The 2002 Kentucky General Assembly amended the Kentucky Investment Fund Act (KIFA) so that the KIFA tax credit may now be applied against the insurance premiums tax imposed on domestic and foreign **life insurance companies** by KRS 136.320 or KRS 136.330. Also, the credit may now be applied against the retaliatory tax and fees imposed by KRS 304.3-270. An insurance company subject to the taxes or fees imposed by KRS 136.320, KRS 136.330 or KRS 304.3-270 that makes a cash contribution to an investment fund approved by the Kentucky Economic Development Finance Authority (KEDFA) in accordance with KRS 154.20-250 to 154.20-284 is entitled to a nonrefundable credit equal to 40 percent of the investor’s proportional ownership share of all qualified investments made by its investment fund and verified by the authority. To claim the credit a copy of the notification from KEDFA reflecting the amount of credit granted and the year in which the credit may first be claimed must be attached to the return.

The tax credit amount that may be claimed by an investor in any tax year shall not exceed 50 percent of the initial aggregate credit amount approved by the authority for the investment fund which would be proportionally available to the investor. Example: An investor with a 10 percent investment in a fund which has been approved for a total credit to all investors of \$400,000 would be limited to \$20,000 maximum credit in any given year ( $\$400,000 \times 10\% \times 50\%$ ).

If the amount of credit that may be claimed in any tax year exceeds the insurance company’s tax liability, the excess credit may be carried forward, but the carry-forward of any excess tax credit shall not increase the limitation that may be claimed in any tax year. Any credit not used in 15 years, including the year in which the credit may first be claimed, shall be lost.

Information regarding the approval process for this credit may be obtained from the Cabinet for Economic Development, Department of Financial Incentives at (502) 564-7670.

4. All schedules, exhibits and itemized accounts required as supplements to this return shall be attached to, and shall become an integral part of, this return.
5. *All regulatory fees such as the annual statement filing fee, certificate of authority renewal fee, agent's license fee, etc., which are levied under Kentucky Revised Statute 304.4-010, are collected by the Kentucky Office of Insurance. Your remittance of these fees shall not be included with the payment of taxes or the amount due under the retaliatory provision, but shall be made separately to the Office of Insurance, P.O. Box 517, Frankfort, Kentucky 40602-0517.*
6. Supplements are a part of your Annual Statement. Legible reproductions are acceptable.
7. For additional information, contact the Financial Tax Section at (502) 564-4810.

**MAKE CHECK PAYABLE TO KENTUCKY STATE TREASURER**

**MAIL TO:**

**KENTUCKY DEPARTMENT OF REVENUE**



*Mailing Address:*

P.O. Box 1303, Frankfort, KY 40602-1303

*Overnight Address:*

501 High Street, Frankfort, KY 40601-2103