



General Assembly

January Session, 2011

Raised Bill No. 975

LCO No. 2938

* _____SB00975INS__031011_____*

Referred to Committee on Insurance and Real Estate

Introduced by:
(INS)

AN ACT AUTHORIZING THE INSURANCE COMMISSIONER TO ENTER INTO THE NONADMITTED INSURANCE MULTISTATE AGREEMENT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 38a-743 of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective from passage*):

3 (a) Every person, firm, association or corporation licensed pursuant
4 to the provisions of sections 38a-741 to 38a-744, inclusive, 38a-777 and
5 38a-794 shall pay to the commissioner on May [first] fifteenth of each
6 year a sum equal to four per cent of the gross premiums charged the
7 insureds by the insurers during the period from January first to March
8 thirty-first of that year, and on August [first] fifteenth of each year a
9 sum equal to four per cent of the gross premiums charged the insured
10 by the insurers during the period from April first to June thirtieth of
11 that year, on November [first] fifteenth of each year a sum equal to
12 four per cent of the gross premiums charged the insureds by the
13 insurers during the period from July first to September thirtieth of that
14 year and on February [first] fifteenth of each year a sum equal to four
15 per cent of the gross premiums charged the insureds by the insurers

16 during the period from October first to December thirty-first of the
17 preceding year, for insurance procured by such licensee pursuant to
18 such license, less the amount of such premiums returned to such
19 insureds, except that the premium tax shall not apply to any policy
20 issued to the state of Connecticut or any agency thereof or to any
21 policy issued to any town, or agency of such town or special taxing
22 district when said town, agency or department thereof or special
23 taxing district appears in the policy as the named insured and as such
24 is responsible for the payment of premiums shown on said policy.
25 Each licensee shall also file on May [first] fifteenth, August [first]
26 fifteenth, November [first] fifteenth, and February [first] fifteenth a
27 return, in the form described by the commissioner, showing such
28 information as the commissioner deems necessary.

29 (b) Upon failure of any person to pay the premium tax due the
30 commissioner on its due date, there shall be added thereto a penalty
31 and interest, which interest shall not be less than one per cent per
32 month or fraction of a month which elapses from the due date of such
33 premium tax to the date of payment, and which penalty shall be in the
34 amount of ten per cent of the whole or such part of the principal of the
35 premium tax as is unpaid.

36 (c) For the purposes of carrying out the provisions of the
37 Nonadmitted and Reinsurance Reform Act of 2010, Subtitle B of Title V
38 of P.L. 111-203, the Insurance Commissioner shall be authorized to
39 enter into the National Association of Insurance Commissioners'
40 Nonadmitted Insurance Multistate Agreement to (1) facilitate the
41 collection, allocation and disbursement of the premium taxes set forth
42 in subsection (a) of this section, (2) provide for uniform methods of
43 allocation and reporting among unauthorized insurance risk
44 classifications, and (3) share information related to unauthorized
45 insurance premium taxes among states.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>from passage</i>	38a-743
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INS *Joint Favorable*