

LOCAL GOVERNMENT PREMIUM TAX ORDINANCE

COUNTY OF BRECKINRIDGE, KENTUCKY

ORDINANCE NO. 031300

AN ORDINANCE IMPOSING A LICENSE FEE UPON INSURANCE COMPANIES FOR THE PRIVILEGE OF ENGAGING IN THE BUSINESS OF INSURANCE WITHIN THE COUNTY OF BRECKINRIDGE FOR THE CALENDAR YEAR 2000 AND THERAFTER ON A CALENDAR YEAR BASIS; ESTABLISHING INSURANCE COMPANY LICENSE FEE RATES AS 10% OF THE FIRST YEAR PREMIUMS FOR LIFE INSURANCE AND 10% OF THE PREMIUMS FOR ALL OTHER TYPES OF INSURANCE ACTUALLY COLLECTED; EXCEPT FOR WORKERS COMPENSATION, HEALTH INS. AND CROP INSURANCE; DURING THE CALENDAR YEAR 2000 AND THEREAFTER UNTIL AMENDED; ESTABLISHING AN EFFECTIVE DATE OF JULY 1 AND A DELINQUENCY DATE THIRTY (30) DAYS AFTER THE END OF EACH CALENDAR QUARTER ; ESTABLISHING A PENALTY INTEREST CHARGE AT THE TAX INTEREST RATE AS DEFINED BY STATUTE; AND REQUIRING INSURANCE COMPANIES SUBJECT TO THE LICENSE FEE TO FURNISH ANNUAL COLLECTION INFORMATION.

BE IT ORDAINED BY THE COUNTY OF BRECKINRIDGE, KENTUCKY

SECTION 1: There is hereby imposed on each insurance company a license fee for the privilege of engaging in the business of insurance within the County of Breckinridge for the calendar year 2000, and thereafter on a calendar year basis.

SECTION 2: The license fee imposed upon each insurance company which issues life insurance policies on the lives of persons residing within the County of Breckinridge shall be 10% of the first years premiums actually collected within each calendar quarter by reason of the issuance of such policies.

SECTION 3: The license fee imposed upon each insurance company which issues any insurance policy which is not a life insurance policy shall be 10% of

the premium actually collected within each calendar quarter by reason of the issuance of such policies on risks located within the County of Breckinridge on those classes of business which such company is authorized to transact, less all premiums returned to policyholders; however, any license fee or tax imposed upon premium receipts shall not include premiums received for insuring employers against liability for personal injuries their employees, or the death of their employees, caused thereby, under the provisions of the Worker's compensation Act and shall not include premiums received on policies of group health insurance provided for state employees under KRS 18A.225 (2) and 18A.228, or any health insurance policy, or crop insurance.

SECTION 4: All license fees imposed by this ordinance shall be due no later than thirty (30) days after the end of each calendar quarter. License fees which are not paid on or before the due date shall bear interest at the tax interest rate as defined in KRS 131.010(6).\*\*

SECTION 5: Every insurance company subject to the license fees imposed by this ordinance shall annually, by March 31, furnish the County of Breckinridge with a written breakdown of all collections in the preceding calendar year for the following categories of insurance: (a) casualty; (b) automobile; (c) inland marine; (d) fire and allied perils; and (e) life.

SECTION 6: The Finance Officer of the county is hereby directed to transmit a copy of this ordinance, and any amendment thereto, to the Commissioner of Insurance, Commonwealth of Kentucky.

