

City of Crab Orchard
Ordinance Number 99-8-1
Insurance Premium Tax Ordinance

BE IT ORDAINED BY THE CITY OF CRAB ORCHARD, 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 corporate limits of the City of Crab Orchard for the calendar year of 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 corporate limits of the City of Crab Orchard shall be 9% of the first year's 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 9% of the premiums actually collected within each calendar quarter by reason of the issuance of such policies on risks located within the corporate limits of the City of Crab Orchard on those classes of business which company is authorized to transact less all premiums returned to policy holders; however, any license fee or tax imposed upon premium receipts shall not include premiums received for insuring employers against liability for personal injuries to their employees, or death caused thereby, under the provisions of the Workers Compensation Act and shall not include premiums received on policies of group health insurance provided for state employees under KRS 18A225(2).

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 City of Crab Orchard 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; (e) health; and (f) life.

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

SECTION 7: This ordinance shall become effective on the first day of January 2000.

First Reading: August 5, 1999

Phillip Shelton, Mayor

Second Reading: September 2, 1999

Cheri Manuel, City Clerk

Passed: 5 ayes, 0 nays

Published: September 9, 1999