

By Senator Holzendorf

2-865-98

1 A bill to be entitled
2 An act relating to insurance premium or income
3 tax credits; creating s. 631.7051, F.S.;
4 allowing certain insurers to offset certain
5 assessments against premium or income tax or
6 other liabilities to the state; providing an
7 effective date.

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9 Be It Enacted by the Legislature of the State of Florida:

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11 Section 1. Section 631.7051, Florida Statutes, is
12 created to read:

13 631.7051 Premium or income tax credits for assessments
14 paid.--

15 (1) A member insurer may offset against its premium or
16 income tax liability or liabilities to this state any
17 assessment described in s. 631.321 or s. 631.57(3)(a), except
18 those assessments relating to workers' compensation and
19 employer's liability insurance to the extent of 5 percent of
20 the amount of such assessment for each of the 20 calendar
21 years following the year in which such assessment was paid. In
22 the event a member insurer should cease doing business, all
23 uncredited assessments may be credited against its premium or
24 corporate income tax liability or liabilities for the year it
25 ceases doing business.

26 (2) Any sums acquired by refund pursuant to s. 631.321
27 or s. 631.57(3)(a) from the association which have theretofore
28 been written off by contributing insurers and offset against
29 premium or corporate income taxes as provided in subsection
30 (1), and which are not needed for purposes of this part, shall

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1 be paid by the association to the department for deposit with
2 the Treasurer to the credit of the General Revenue Fund.

3 (3) The first year in which a member insurer may use
4 these credits is 1999 to be included in the premium tax
5 calculations for calendar year 1998.

6 Section 2. This act shall take effect July 1, 1998.

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SENATE SUMMARY

10 Allows certain insurers to use amounts paid for certain
11 assessments as offsets against premium or income tax or
12 other liabilities to the state.

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