

1 A bill to be entitled
 2 An act relating to state excise tax on casualty insurance
 3 premiums; amending s. 185.08, F.S.; authorizing certain
 4 municipalities to assess and impose the tax to receive
 5 certain police protection services; requiring an
 6 interlocal agreement; providing agreement requirements;
 7 providing for distribution of tax proceeds; providing an
 8 effective date.

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

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 12 Section 1. Subsection (1) of section 185.08, Florida
 13 Statutes, is amended to read:

14 185.08 State excise tax on casualty insurance premiums
 15 authorized; procedure.--For any municipality, chapter plan,
 16 local law municipality, or local law plan under this chapter:

17 (1) (a) Each incorporated municipality in this state
 18 described and classified in s. 185.03, as well as each other
 19 city or town of this state which on July 31, 1953, had a
 20 lawfully established municipal police officers' retirement trust
 21 fund or city fund, by whatever name known, providing pension or
 22 relief benefits to police officers as provided under this
 23 chapter, may assess and impose on every insurance company,
 24 corporation, or other insurer now engaged in or carrying on, or
 25 who shall hereafter engage in or carry on, the business of
 26 casualty insurance as shown by records of the Office of
 27 Insurance Regulation of the Financial Services Commission, an
 28 excise tax in addition to any lawful license or excise tax now

HB 769

2007

29 levied by each of the said municipalities, respectively,
30 amounting to .85 percent of the gross amount of receipts of
31 premiums from policyholders on all premiums collected on
32 casualty insurance policies covering property within the
33 corporate limits of such municipalities, respectively.

34 (b) An incorporated municipality that is not otherwise
35 eligible to assess and impose the tax authorized in paragraph
36 (a) may assess and impose the tax only pursuant to an interlocal
37 agreement with another incorporated municipality eligible to
38 assess and impose the tax authorized in paragraph (a) that
39 agrees to provide police protection services to the otherwise
40 ineligible municipality in its entirety and for at least 12
41 months in exchange for receiving the proceeds of the tax. The
42 excise tax may be levied on all premiums collected on casualty
43 insurance policies covering property located within the
44 corporate limits of the municipality receiving the police
45 protection services. In order to be eligible to receive such
46 premium taxes, the municipality providing the police services
47 must notify the division that it has entered into an interlocal
48 agreement with another municipality to provide police protection
49 services to that municipality. The municipality receiving the
50 police services may enact an ordinance levying the tax as
51 provided in this section. Upon being provided copies of the
52 interlocal agreement and the municipal ordinance levying the
53 tax, the division may distribute any premium taxes reported for
54 the municipality receiving the police services to the
55 participating municipality providing the police services as long
56 as the interlocal agreement is in effect.

HB 769

2007

57

Section 2. This act shall take effect upon becoming a law.