



# North Carolina Insurance Guaranty Association

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January 27, 1995

CIRCULAR LETTER TO ALL MEMBER INSURERS

**Re: Insurance Premium Tax Credits  
Association Assessments**

The purpose of this circular letter is to provide member insurers with statements showing 1993 assessments which will be required to be filed with the North Carolina Department of Insurance in order for an insurer to receive an insurance premium tax credit as provided for under G.S.105-228.5A.

G.S. 105-228.5A.(b) provides in part as follows:

"A member insurer who pays an assessment is allowed as a credit against the tax imposed under G.S. 105-228.5 an amount equal to twenty percent (20%) of the amount of the assessment in each of the five taxable years following the year in which the assessment was paid. .  
."

If a statement is attached hereto it shows the total amount of assessments paid by your Company during 1993 which qualify for an insurance premium tax credit.

It is our understanding that the attached statements will qualify as Certificates of Contribution referred to in the Department of Insurance's bulletin to member insurers dated December 30, 1993.

Please see to it that this circular letter is brought to the attention of your tax counsel and all other interested personnel in your Company.

Very truly yours,

John W. Watkins

Managing Secretary

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[Enclosure](#)

