



Arizona Department of Insurance
ADDITIONS TO THE RATES OF TAX FOR 2016

As of October 24, 2016

The following 2016 additions to the rates of tax are based on 2015 data provided by Arizona-domiciled insurers.

Pursuant to AAC R20-6-205.F, each foreign or alien insurer with its domicile or port-of-entry in one of the listed states must include in its retaliation calculation the total premiums that would be taxed by its domicile multiplied times the applicable addition to the rate of tax. **Arizona Revised Statutes (ARS) § 20-230 exempts from retaliation insurers from states that will not impose retaliation on Arizona insurers, which includes Hawaii, Massachusetts, Minnesota, New York and Rhode Island.**

STATE	2016 Rate of Tax "Life"	2016 Rate of Tax "Other"
ALABAMA	0.156279%	1.214521%
FLORIDA	0.023655%	0.047220%
GEORGIA*	0.000000%	2.881112%
ILLINOIS**	0.000000%	0.000000%
IOWA	0.000000%	0.000000%
KANSAS	0.000000%	0.000000%
KENTUCKY	1.514367%	5.794486%
LOUISIANA	0.676900%	0.967535%
MINNESOTA: Not applicable by reciprocal application of ARS § 20-230 and MN Stat. 297I.05(11)		
MISSISSIPPI	0.000000%	0.008040%
MISSOURI	0.000000%	0.000000%
NEBRASKA	0.000000%	0.000000%
NEW YORK: Not applicable by reciprocal application of ARS § 20-230 and NY ISC § 1112(e)		
PENNSYLVANIA	0.000000%	0.000000%
RHODE ISLAND: Not applicable by reciprocal application of ARS § 20-230 and RI Gen. Law 27-2-17(d)		
SOUTH CAROLINA	0.671939%	1.772015%
TEXAS	0.000000%	0.000000%
VERMONT	0.000000%	0.000000%
WEST VIRGINIA	0.008260%	0.003413%

*Life insurers doing business in Georgia incur no net municipal tax by virtue of being able to subtract license fees and municipal taxes from state premium tax liability per O.C.G.A. §§ 33-8-8 and 33-8-8.1

**Non-life insurers doing business in Illinois incur no net municipal tax by virtue of being able to subtract from state premium tax liability the fire department taxes paid to the Illinois Municipal League or other municipal fire department taxes.

Each rate was calculated based on local and regional tax payments that Arizona insurers reported they made in the state during 2015 (regardless of the period for which the payment was made) divided by the 2015 insurance premiums taxed by the state. AAC R20-6-205.

These rates will be published as part of the retaliation schedule within the 2016 Annual Tax and Fees Report forms for all Arizona-authorized foreign and alien insurers.

A foreign/alien insurer subject to AAC R20-6-205 may preserve the right to contest the computation of the addition to the rate of tax by submitting a notice of appeal under ARS Title 41, Ch. 6, Art. 10 before or at the time the retaliatory tax is paid. Subject to ARS § 20-162, filing a notice of appeal to contest the computation of the applicable addition to the rate of tax does not relieve a foreign or alien insurer of the obligation to timely pay the retaliatory tax and does not stay accrual of any applicable interest or penalties. AAC R20-6-205.G.