

# Gross Premium Tax Return Captive Insurance Companies

North Carolina Department of Revenue

To be filed by all Captive Insurance Companies except Protected Cell  
Captive Insurance Companies and Consolidated Groups

For tax year beginning (MM-DD-YY) _____ - _____ - _____ and ending (MM-DD-YY) _____ - _____ - _____	DOR Use Only _____ / _____ / _____
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Legal Name of Captive Insurance Company  
 \_\_\_\_\_

Mailing Address of Captive Insurance Company  
 \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

Principal Place of Business in NC \_\_\_\_\_ Date Licensed to do Business in NC \_\_\_\_\_

<b>FEIN/SSN</b> _____
<b>NAIC Number</b> _____
<b>NCDOI License Number</b> _____

**Type of Captive** (fill in applicable circle):

<input type="radio"/> Branch Captive	<input type="radio"/> Industrial Insured Captive	<input type="radio"/> Special Purpose Financial Captive	<input type="radio"/> Pure Captive
<input type="radio"/> Association Captive	<input type="radio"/> Risk Retention Group Captive	<input type="radio"/> Special Purpose Captive	

Name of Contact Person _____	Phone Number _____ - _____ - _____
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Legal Name of Captive Manager Firm  
 \_\_\_\_\_

Mailing Address of Captive Manager Firm  
 \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

**Part 1. Computation of Tax on Direct Premiums** *(Direct premiums are premiums contracted for or collected on policies or contracts of insurance written by the company during the preceding calendar year. In the case of a multiyear policy or contract, the premiums are prorated among the years covered by the policy or contract. All direct premiums written by a North Carolina captive are subject to tax in North Carolina.)*

<b>1. Gross Direct Premiums Collected or Contracted For</b>	1.	_____	.00
<b>2. Adjustments</b> <i>(See instructions):</i>			
a. Less Return Premiums, including Dividends, on Unabsorbed Premium or Premium Deposits Returned or Credited to Policyholders <i>(Attach schedule)</i>	2a.	_____	.00
b. Less amount of premiums included in Line 1 that pertain to multi-year contracts that are for coverage in years other than calendar year for which return is being filed <i>(Attach schedule)</i>	2b.	_____	.00
c. Add amount of premiums NOT included in Line 1 that pertain to multi-year contracts that are for coverage in calendar year for which return is being filed <i>(Attach schedule)</i>	2c.	_____	.00
<b>3. Net Taxable Direct Premiums</b> Line 1 minus Lines 2a and 2b and plus Line 2c	3.	_____	.00
<b>4. Tax on Direct Premiums</b> Multiply Line 3 by the applicable percentage(s) below; add the amounts and enter sum	4.	_____	.00

<input type="radio"/> Multiply the first \$20 million by 0.400%	<input type="radio"/> Multiply the amount over \$20 million by 0.300%
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**Part 2. Computation of Tax on Assumed Reinsurance Premiums** *(No tax on assumed reinsurance premiums is payable in connection with the receipt of assets in exchange for the assumption of loss reserves and other liabilities of one insurer by another insurer if the two insurers are under common control and the Commissioner of Insurance verifies that the transaction between the insurers is: (1) part of a plan to discontinue the operations of one of the insurers, and (2) the intent of the insurers is to renew or maintain business with the captive insurance company.)*

<b>5. Assumed Reinsurance Premiums</b>	5.		.00
<b>6. Adjustments</b> <i>(See instructions):</i>			
a. Less amount of assumed reinsurance premiums that are subject to taxation on a direct basis <i>(Attach schedule)</i>	6a.		.00
b. Less amounts of assumed reinsurance premiums in connection with the receipt of assets in exchange for assumption of loss reserves and other liabilities <i>(Attach schedule)</i>	6b.		.00
<b>7. Net Taxable Assumed Reinsurance Premiums</b> Line 5 minus Lines 6a and 6b	7.		.00
<b>8. Tax on Assumed Reinsurance Premiums</b> Multiply Line 7 by the applicable percentage(s) below; add the amounts and enter sum	8.		.00

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| <ul style="list-style-type: none"> <li>● Multiply the first \$20 million by 0.225%</li> <li>● Multiply the amount over \$20 million but no more than \$40 million by 0.150%</li> </ul> | <ul style="list-style-type: none"> <li>● Multiply the amount over \$40 million but no more than \$60 million by 0.050%</li> <li>● Multiply the amount over \$60 million by 0.025%</li> </ul> |
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**Part 3. Total Amount Due with This Return**

<b>9. Amount of Calculated Tax</b> Enter the sum of Part 1, Line 4 and Part 2, Line 8	9.		.00	
<b>10. Total Premium Tax</b>	10.		.00	
<table border="1"> <tr> <td> <ul style="list-style-type: none"> <li>● If the amount on Line 9 is more than \$100,000, enter \$100,000</li> <li>● If the amount on Line 9 is less than \$5,000, enter \$5,000</li> <li>● If the amount on Line 9 is between \$5,000 and \$100,000, enter the amount of Line 9 on Line 10</li> </ul> </td> </tr> </table>				<ul style="list-style-type: none"> <li>● If the amount on Line 9 is more than \$100,000, enter \$100,000</li> <li>● If the amount on Line 9 is less than \$5,000, enter \$5,000</li> <li>● If the amount on Line 9 is between \$5,000 and \$100,000, enter the amount of Line 9 on Line 10</li> </ul>
<ul style="list-style-type: none"> <li>● If the amount on Line 9 is more than \$100,000, enter \$100,000</li> <li>● If the amount on Line 9 is less than \$5,000, enter \$5,000</li> <li>● If the amount on Line 9 is between \$5,000 and \$100,000, enter the amount of Line 9 on Line 10</li> </ul>				
<b>11. Tax Credits</b> Enter total amount of tax credit(s) being claimed. <i>(Attach completed Form CD-425 and appropriate forms in the NC-478 series.)</i>	11.		.00	
<b>12. Line 10 minus Line 11</b>	12.		.00	
<b>13. Penalties:</b>				
a. Failure to file <i>(See instructions)</i>	13a.		.00	
b. Failure to pay <i>(See instructions)</i>	13b.		.00	
<b>14. Interest</b> <i>(See instructions)</i>	14.		.00	
<b>15. Total Amount Due with this Return</b> Enter the sum of Lines 12, 13a, 13b, and 14	15.	\$	.00	

**Copies of appropriate pages from financial statements filed with North Carolina Commissioner of Insurance in support of premiums reported on this return must be attached.**

Signature: \_\_\_\_\_ Title: \_\_\_\_\_ Date: \_\_\_\_\_  
I certify that, to the best of my knowledge, this return is accurate and complete.

**Returns are due by the 15th day of the 3rd month following the end of the calendar year. Your check or money order must be in the form of U.S. currency from a domestic bank.**