

Coastal County Insurance Premium Tax Credit Worksheet

NAICCOMPANY NAME

- ❖ Credit incentive for licensed property & casualty insurers providing new full coverage policies which are effective on or after July 1st 2014, specifically including **wind and hail coverage**. Only on properties that as of the time of writing are or were insured for wind coverage through the Alabama Insurance Underwriting Association.
- ❖ The insured property must be within Zones M1, M2, M3, M4, M5, B1, B2, B3 B4, B5 or South ICWW
- ❖ The credit is nonrefundable
- ❖ The amount paid for premiums for which the credit is claimed cannot be excluded from gross income for the taxable year.

Zone	Insurer's premiums for policies which meet all of the above criteria	Tax Rate	Ordinary taxes due	Zone credit reduction	Tax credit total
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M1, M2, M3, B1, B2, B3 or South ICWW _____ x _____% _____ x 35% = _____

M4, M5, B4, B5 _____ x _____% _____ x 20% = _____

Total Coastal credit _____

***Documentation to accompany this worksheet must include a policy listing detailed by the policyholder's name, policy number, address, premium amount, and policy period. The AIUA must verify the policy listing by providing a stamp of approval prior to submission to the Insurance Department.

***At the time of writing, your producer should ascertain from the policyholder whether or not the coverage on the property is currently with the AIUA. Do not furnish the AIUA a list of every policy that you write in Mobile and Baldwin counties for them to research for you. The list that you furnish to the AIUA is for their verification of properties, that according to your records, were insured with the AIUA at the time of your writing.

***Tax rate for property casualty insurers is 3.6% unless specifically reduced by the Alabama Insurance Office Facilities Credit or Alabama Real Property Investment Credit in accordance with AL code section 27-4A-3(3)