

Insurance Motor Vehicle Crime Prevention Authority Semiannual Fee Report - July through December 2019

(Licensed Companies and Miscellaneous Organizations)

Only for use to report the July through December 2019 period.

A report must be filed even if no fee is due.

a. T Code ■ 76100

c. Taxpayer number
■

d. Filing period

e.
■

f. Due date

g. Taxpayer name and tax report mailing address

[Empty box for taxpayer name and address]

For information about Insurance Tax, call 800-252-1387. Details are also available online at www.comptroller.texas.gov.

h. IMPORTANT

Blacken this box if your mailing address has changed. Show changes beside the preprinted information. → 1.

i.

j.


NOTE: Insurers may recoup this fee from policyholders as authorized by 28 TAC, Section 5.205.

Who Must File

All licensed property and casualty insurance companies, including risk retention groups, interinsurance or reciprocal exchanges, mutual associations, Mexican Casualty Companies or Lloyd's plans that are licensed to write any form of motor vehicle insurance in this state as defined in Article 5.01(e), Insurance Code, during the last six months of the year are required to compute and pay the fee.

For Specific Information for Questions Regarding the Fee

All requests for information, other than form completion, should be referred to the Motor Vehicle Crime Prevention Authority (MVCPA) at AskMVCPA@txdmv.gov or call 512-465-1485.



Electronic reporting and payment options are available 24 hours a day, 7 days a week. Have this form available when you log on.

www.comptroller.texas.gov/taxes/file-pay/

(Instructions continued on back.)

<u>CALCULATION</u>	
1. Total number of motor vehicle years for policies effective July 1 - Aug. 31	1. ■ _____
2. Fee rate	2. ■ _____
3. Amount due for July 1 - Aug. 31 (Multiply Item 1 by Item 2)	3. _____
4. Total number of motor vehicle years for policies effective Sept. 1 - Dec. 31.	4. ■ _____
5. Fee rate	5. ■ _____
6. Amount due for Sept. 1 - Dec. 31 (Multiply Item 4 by Item 5)	6. _____
7. TOTAL AMOUNT DUE AND PAYABLE (Add Item 3 and Item 6)	7. _____

*** DO NOT DETACH ***

Form 25-107-A (10-19)



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8. TOTAL AMOUNT DUE AND PAYABLE (See Item 7.) 8. ■ _____

Taxpayer name

k.
■

l.
■

■ T Code ■ Taxpayer number ■ Period

I declare the information in this document and all attachments is true and correct to the best of my knowledge and belief.

Authorized agent
sign here →

Preparer's name (Type or print.)

Daytime phone (Area code & number) Date

Make the amount in Item 8 payable to STATE COMPTROLLER
Mail to: COMPTROLLER OF PUBLIC ACCOUNTS
P.O. Box 149356
Austin, TX 78714-9356

You have certain rights under Chapters 552 and 559, Government Code, to review, request and correct information we have on file about you. Contact us at the address or phone number listed on this form.

Instructions for Computing the Motor Vehicle Crime Prevention Authority Semiannual Fee

Effective September 1, 2019, the fee increased from \$2.00 to \$4.00 per motor vehicle year. This will result in a split period for the second half 2019 "Texas Motor Vehicle Crime Semiannual Fee Report" that is due March 2, 2020.

When to File

Reports and payments are due semiannually:

- March 1 for the last six months of the previous year
- Aug. 1 for the first six months of the current year

Refunds

An insurer that seeks either a refund of fees or a determination of the sufficiency of their semiannual payment must notify **the Authority in writing** not later than four years after the date the semiannual payment was made. This includes the amending of a report that would generate a refund. Send refund requests to:

Motor Vehicle Crime Prevention Authority
c/o Texas Department of Motor Vehicles
4000 Jackson Avenue
Austin, TX 78731-6007

For Assistance with Form Completion

If you have any questions regarding Insurance Tax, contact us at 800-252-1387 or visit our website at www.comptroller.texas.gov.

General Instructions

- If any preprinted information is not correct, mark out the item and write in the correct information.
- TYPE OR PRINT.

Policies Subject to the Fee

Every form of insurance on any automobile, or other vehicle listed below and its operating equipment or necessitated by reason of the liability imposed by law for damages arising out of the ownership, operation, maintenance or use in this state of the following:

- | | | |
|---|---|--|
| <ul style="list-style-type: none"> • any automobile • motorcycle • motorbicycle • truck | <ul style="list-style-type: none"> • tractor • traction engine • any self-propelled vehicle • truck-tractor | <ul style="list-style-type: none"> • auticycle • any vehicle trailer, or semi-trailer pulled or towed by a motor vehicle |
|---|---|--|

The following are **excluded** from consideration for the fee:

- every motor vehicle running only on fixed rails or tracks
- policies providing mechanical breakdown coverage
- garage liability policies
- nonresident policies
- policies providing only non-ownership or hired auto coverages

Calculating Motor Vehicle Years

"Motor vehicle years" defined as the total number of motor vehicles covered under an insurer's policies for the year or portion of the year at the time the policies are issued. The fee is based on the percentage of a year covered under the policy, times the number of vehicles covered by that policy, times the number of policies delivered, issued for delivery or renewed during each semiannual period covering the same number of vehicles and the same percent of a year covered under the policy. For purposes of calculating the percent of a year for a policy, you can use one of the following methods:

- (1) A pro rata method with the number of days covered under the policy divided by 365, or
- (2) A monthly basis, with the number of months for the policy divided by 12. Fractions of a month should be rounded up to a full month when using this method.

In the calculation of motor vehicle years, the following items should be noted:

- **Policy cancellations** for any reason have no effect on the fee amount due for the vehicles covered by such policies. Once a policy is delivered, issued for delivery or renewed during each semiannual period, the fee accrues based on the total motor vehicle years at that time. If a policy is written and later cancelled, the MVCPA fee would be due. A flat cancellation of an insurance policy means that no insurance coverage was provided; therefore, no MVCPA fee is due.
- **Endorsements adding vehicles** accrue "motor vehicle years" in the year of the endorsement, prorated for the remainder of the policy period as determined in the Calculation of Motor Vehicle Years.
- **Endorsements deleting vehicles** are treated in the same manner as a cancellation. If a vehicle is removed from a policy by endorsement, the full MVCPA fee is still due.
- **Vehicles substituted** on existing policies by endorsement, if substituted concurrently, are not subject to additional fees.
- **Policies delivered, issued for delivery or renewed** with an effective period that extends into the next period or year will be counted 100% in the period or year of issue.

The sum of all resulting motor vehicle years is multiplied by \$4. For instance, if from Sept. 1, 2019 through Dec. 31, 2019, an insurance company sells 500 six-month policies, each of which covers four vehicles, and 200 annual policies, each of which covers three vehicles, then the fee due is calculated as follows:

$$\begin{array}{r}
 .5 \text{ year} \times 4 \text{ vehicles} \times 500 \text{ policies} = 1,000 \text{ motor vehicle years} \\
 1.0 \text{ year} \times 3 \text{ vehicles} \times 200 \text{ policies} = 600 \text{ motor vehicle years} \\
 \hline
 \text{Total } 1,600 \text{ motor vehicle years}
 \end{array}$$

The insurer would pay \$4 times 1,600, or \$6,400, for its 700 policies.

Recouping Fee Payments

Insurers may recoup this fee from policyholders as authorized by Administrative Rule 28 TAC Section 5.205.