



Computation of Non-Taxable Insurance Premiums

You have certain rights under Chapters 552 and 559, Government Code, to review, request and correct information we have on file about you. To request information for review or to request error correction, contact us at 800-252-1387.

Taxpayer name	Taxpayer number	Tax year
---------------	-----------------	----------

This schedule is used to compute non-taxable premiums. The Comptroller may request additional information concerning the premiums reported as non-taxable. **Any amounts reported as non-taxable must be included in the gross premium amount reported on the Texas Annual Insurance Premium Tax Report.**

• **Complete this form and file it with your "Texas Annual Insurance Premium Tax Report," Form 25-100.**

• **Do NOT write in shaded areas.**

	Column A Section I Life Premiums	Column B Section I HMO Revenues	Column C Section II Accident & Health Premiums	Column D Section III Property & Casualty Premiums
1. Insurers' contributions for employee benefit plans	\$ _____	\$ _____	\$ _____	\$ _____
2. Chapter 222, Texas Insurance Code:				
(a) Returned Premiums				
(b) Dividends applied to purchase paid-up additions				
(c) Premiums received from the U.S. Treasury for Medicare insurance and premiums under Medicare Advantage (MA) Parts C & D, administered by the Centers for Medicare and Medicaid Services (CMS)				
(d) Premiums on group policies for groups consisting of a single nonprofit trust established to provide coverage primarily for employees of municipal, county or hospital districts in Texas				
(e) Stop Loss Coverages issued to HMOs				
3. Chapter 1551, Texas Insurance Code, Texas Employees Group Benefits Act				
4. Chapter 1601, Texas Insurance Code, Uniform Insurance Benefits Act for Employees of the University of Texas System and the Texas A&M University System				
5. Chapter 1575, Texas Insurance Code, Texas Public School Employees Group Benefits Program and Chapter 1579, Texas Insurance Code, Texas School Employees Uniform Group Health Coverage				
6. Chapter 1576, Texas Insurance Code, Group Long-Term Care Insurance for Public School Employees				
7. Chapter 1505, Texas Insurance Code, Group Health Insurance Plans for Persons 65 Years of Age or Older				
8. Section 8909, Title 5, United States Code, Federal Employees Health Benefits Program				
9. Chapter 1502, Texas Insurance Code, children's health benefit plan				
10. Chapter 221, Texas Insurance Code:				
(a) Returned premiums				
(b) Dividends paid policyholders				
11. Federal Crop Insurance Corporation (FCIC) multi-peril crop pre-emption				
12. Chapter 2004, Texas Insurance Code, Property Protection Program for Underserved Areas				
13. Health Group Cooperatives (Chapter 1501, Texas Insurance Code)				
14. Total Non-taxable Premiums (Enter total here and on the appropriate item of the premium tax report, Form 25-100.)	\$ _____ .00 <small>(Enter on Form 25-100, Item 2)</small>	\$ _____ .00 <small>(Enter on Form 25-100, Item 2)</small>	\$ _____ .00 <small>(Enter on Form 25-100, Item 13)</small>	\$ _____ .00 <small>(Enter on Form 25-100, Item 18)</small>

See additional information on back.

Additional Information

Premiums and revenues received from the state treasury for insurance coverage on Medicaid and the Children's Health Insurance Program (CHIP) are subject to premium and maintenance taxes as of Sept. 1, 2003.

- Item 1** Insurers' contributions for employee benefit plans may be deducted if they have been included in the amount of gross premiums reported in Item 1 and/or Item 11 on Form 25-100. These contributions are not considered premium receipts of the insurance company.
- Item 2(c)** Premiums reported in Column C should be excluded from the tax base for calculation of maintenance taxes (Form 25-102). See instructions for maintenance tax (Form 25-300) for Item 7.
Enrollees for whom revenues are reported in Column B should be excluded from the tax base for calculation of maintenance taxes (Form 25-102). See instructions for maintenance tax (Form 25-300) for Items 12, 13 and 14.
- Item 2(d)** The premiums reported under this item must be supported by a **separate itemized schedule** indicating the names of the municipalities, counties or hospital districts of Texas and the amount of premium received for each policy. A copy of the **trust agreement** must also be maintained to substantiate the exemption claimed. Premiums from a municipality, county or hospital district employee group are exempted only if they are paid from a **single nonprofit trust**.
- Item 3** Premiums reported in Columns A and C and revenues reported in Column B should be excluded from the tax base for calculation of maintenance taxes (Form 25-102). Premiums for community supervision and correction department employees, dependents and retired employees are exempt under Section 1551.114, Texas Insurance Code, effective Sept. 1, 2004. See instructions for maintenance tax (Form 25-300) for Items 7, 8, 12, 13 and 14.
- Item 4** The premiums reported under this item must be supported by a **separate itemized schedule** indicating the names of the colleges/universities and the amount of premiums received from each.
Premiums reported in Columns A and C and revenues reported in Column B should be excluded from the tax base for calculation of maintenance taxes (Form 25-102). See instructions for maintenance tax (Form 25-300) for Items 7, 8, 12, 13 and 14.
- Item 5** The premiums reported under this item must be supported by a **separate itemized schedule** indicating the names of the insureds and the amount of premiums received from each.
Premiums reported in Columns A and C and revenues reported in Column B should be excluded from the tax base for calculation of maintenance taxes (Form 25-102). See instructions for maintenance tax (Form 25-300) for Items 7, 8, 12, 13 and 14.
- Item 6** The premiums for optional coverage for permanent life insurance, long-term care insurance and short-term loss of salary because of disability are not taxable.
- Item 7** The premiums reported under this item must be supported by **maintaining a sample copy of the policy** issued from which the premium was received.
- Item 9** The issuer of a children's health plan approved under Chapter 1502, Texas Insurance Code, is exempt from premium and retaliatory taxes under Chapters 222 and 281, Texas Insurance Code. These policies are subject to maintenance taxes.
- Item 13** A health benefit plan issuer regulated under Chapter 1501, Texas Insurance Code, is exempt from the premium tax under Chapter 222, Texas Insurance Code, for a period of two years on the premiums or revenues received for coverage provided to previously uninsured employees or dependents who are members of a health group cooperative (as defined by the Commissioner of Insurance). Refer to Texas Department of Insurance Rule, Subchapter D, Health Group Cooperatives, 28 TAC, §26.405. This applies to health benefit plans that are delivered, issued for delivery, amended or renewed on or after Jan. 1, 2004.

The additional information required must be maintained by the taxpayer and made available upon request by the Comptroller. Failure to provide the information upon request will result in the disallowance of the exemption claimed.