



STATE OF CONNECTICUT DEPARTMENT OF REVENUE SERVICES

AN 2021(5)

450 Columbus Blvd Ste 1
Hartford CT 06103-1837

ANNOUNCEMENT

Assessments Refunded by the Connecticut Insurance Guaranty Association

Purpose: This Announcement informs each insurer that is a member (member insurer) of the Connecticut Insurance Guaranty Association (CIGA) that on or before February 18, 2021, the member insurer must pay a portion of their recently refunded assessments, as described in this Announcement, to the Department of Revenue Services (DRS).

Effective Date: Upon issuance.

Statutory Authority: Conn. Gen. Stat. § 38a-841(c)(1).

Payment by Member Insurers Required on or Before February 18, 2021: On January 4, 2021, CIGA mailed to member insurers an Assessment Statement with a January 1, 2021, Assessment Date (January 1, 2021, Assessment Statement) and refunded to its member insurers a portion of prior CIGA assessments made to meet CIGA's obligations with respect to Reliance Insurance Company (2000, 2001, and 2002 base years), Legion Insurance Company (2002 base year), and Casualty Reciprocal Exchange (2004, 2006, and 2010 base years).

For Connecticut insurance premiums tax purposes, a CIGA assessment paid by a member insurer during a calendar year beginning on or after January 1, 2000 is permitted to be offset against the member insurer's Connecticut insurance premiums tax liability for the five calendar years following the calendar year during which the CIGA assessment was paid (with 20% of the assessment permitted to be offset in each of those five calendar years) provided that if a CIGA assessment paid during a calendar year beginning on or after January 1, 2000, is refunded to a member insurer, the member insurer is required to pay the amount of the refunded assessment to DRS.

Each member insurer is now required to pay to DRS the total of:

- The amount entered in the row for **Reliance Insurance Company** for *Auto*, and in the row for

Reliance Insurance Company for *Workers' Compensation* under the column headed *Amount Payable* on the January 1, 2021, Assessment Statement;

- The amount entered in the row for **Legion Insurance Company** for *Other*, and in the row for **Legion Insurance Company** for *Workers' Compensation* under the column headed *Amount Payable* on the January 1, 2021, Assessment Statement; **and**
- The amount entered in the row for **Casualty Reciprocal Exchange** for *Workers' Compensation* under the column headed *Amount Payable* on the January 1, 2021, Assessment Statement.

Member Insurers That Did Not Offset Any Portion of an Original Assessment: If a member insurer did not offset any portion of an original assessment by CIGA with respect to Reliance Insurance Company (2000, 2001, and 2002 base years), Legion Insurance Company (2002 base year), and Casualty Reciprocal Exchange (2004, 2006, and 2010 base years) against its Connecticut insurance premiums tax liability for any calendar year, the member insurer must notify the DRS in writing, to the address below:

Vincent Milardo, Insurance Tax Section
Public Services Unit
Department of Revenue Services
450 Columbus Blvd Ste 1
Hartford CT 06103-1837

Failure to provide written notification to the DRS may result in an assessment being issued.

Payment Due Date: Payment is due to DRS on or before the 45th day after the date of mailing of the January 1, 2021, Assessment Statement. The date of mailing was January 4, 2021.

If the amount that a member insurer is required to pay to DRS is not paid on or before February 18, 2021, interest will accrue on the amount not paid at the rate of 1% per month or fraction of a month from February 18, 2021.

Make your check payable to **Commissioner of Revenue Services**. DRS may submit your check to your bank electronically.

To ensure the proper crediting of your payment:

- The member insurer's Connecticut Tax Registration Number and "**CIGA Refunded Assessment**" must be written in the lower left corner of the check;
- A copy of the member insurer's January 1, 2021, Assessment Statement must be enclosed with the payment; **and**
- Payment must be sent to:
Vincent Milardo, Insurance Tax Section
Public Services Unit
Department of Revenue Services
450 Columbus Blvd Ste 1
Hartford CT 06103-1837

Effect on Other Documents: None.

Effect of This Document: Announcements alert taxpayers to new developments (other than newly enacted or amended Connecticut or federal laws or newly released judicial decisions), including new administrative positions, policies, or practices.

For More Information Regarding Refunded CIGA Assessments: Call the DRS Public Services Unit at **860-541-3225**, Monday through Friday between 8:30 a.m. and 4:30 p.m.

AN 2021(5)
Insurance Premiums Tax
CIGA
Issued: 01/15/2021

For Further Information: Call DRS Monday through Friday, 8:30 a.m. to 4:30 p.m. at:

- **800-382-9463** (Connecticut calls outside the Greater Hartford calling area only); **or**
- **860-297-5962** (from anywhere).

TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911. Taxpayers may also call 711 for relay services. A taxpayer must tell the 711 operator the number he or she wishes to call. The relay operator will dial it and then communicate using a TTY with the taxpayer.

Forms and Publications: Visit the DRS website at portal.ct.gov/DRS to download and print Connecticut tax forms and publications.

E-Services Update

DRS **myconneCT** will replace the **Taxpayer Service Center (TSC)** as part of a multi-year, multi-phase project. Each year, additional tax types will be transitioned out of the **TSC** and into **myconneCT**. Using **myconneCT**, taxpayers will be able to file taxes, make payments, view filing history, and communicate with the agency simply and more efficiently on virtually any mobile device, including laptops, tablets, and smartphones, 24 hours a day, 7 days a week. For updated information as to the progress of this project and the transition schedule for specific taxes, please visit the DRS website at portal.ct.gov/DRS-myconneCT.



Please note: Member insurers cannot pay their CIGA refunded assessments electronically through the TSC.
