



1211019105

RCT-121A 08-19 **PAGE 1 OF 3**
**GROSS PREMIUMS TAX - DOMESTIC CASUALTY,
FIRE OR LIFE INSURANCE COMPANIES**Revenue ID Federal ID (FEIN) Parent Corporation (FEIN) Taxpayer Name First Line of Address Second Line of Address City State ZIP Phone Email Tax Year Begin: Tax Year End: **12/31/20__****Due Date: April 15**Check to Indicate a Change of Address ☐Change in Ownership or Acquisition ☐Amended Report (Include REV-1175.) ☐First Report ☐Payment Made Electronically ☐PLHIGA/KOZ/EIP ☐As Originally Registered with PA Dept. of ☐Insurance: Domestic Casualty = A ☐Domestic Fire = B Domestic Life = C ☐Final Report (See Instructions.) ☐Out of Existence Date: **USE WHOLE DOLLARS ONLY**

- 1a. Domestic Casualty Gross Premiums Tax (Page 2, Line 15)
- 1b. Domestic Fire Gross Premiums Tax (Page 2, Line 15)
- 1c. Domestic Life Gross Premiums Tax (Page 2, Line 15)
- 1d. Total Insurance Premiums Tax Liability (Line 1a plus Line 1b plus Line 1c)
2. Total Estimated Payments
3. Total Payments Carried Forward From Prior Year Return
4. Total "Restricted" Tax Credits
5. Total Credit: (Line 2 plus Line 3 plus Line 4)
6. Tax Due: (If Line 1d is more than Line 5, enter the difference here.)
7. Remittance
8. Overpayment: (If Line 5 is more than Line 1d, enter the difference here.)
9. Refund: (Amount of Line 8 to be refunded after offsetting all unpaid liabilities)
10. Transfer: (Amount of Line 8 to be credited to the next tax year after offsetting all unpaid liabilities)

1a.	
1b.	
1c.	
1d.	
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1211019105

Corporate Officer Information:Officer Last Name
Officer First Name
Title of Officer Social Security Number of Officer
Phone
Email

I affirm under penalties prescribed by law, this report, including any accompanying schedules and statements, has been examined by me and to the best of my knowledge and belief is a true, correct and complete report. If this report is an amended report, the taxpayer hereby consents to the extension of the assessment period for this tax year to one year from the date of filing of this amended report or three years from the filing of the original report, whichever period last expires, and agrees to retain all required records pertaining to that tax and tax period until the end of the extended assessment period, regardless of any statutory provision providing for a shorter period of retention. For purposes of this extension, an original report filed before the due date is deemed filed on the due date. I am authorized to execute this consent to the extension of the assessment period.

Signature of Officer**Date**

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**ATTACH A COPY OF THE PENNSYLVANIA BUSINESS PAGE AND SCHEDULE T OF
THE ANNUAL REPORT FILED WITH THE PENNSYLVANIA INSURANCE DEPARTMENT**

USE WHOLE DOLLARS ONLY**C****Casualty and Fire Insurance**

1. Gross Direct Premiums Received less Cancellations and Premiums Returned
2. Extraordinary Medical Benefit Premiums (Include footnote, see instructions.)
3. Dividends to Policy Holders
4. Other Deductions (Attach Schedule.)
5. Taxable Fire and Casualty Premiums (Line 1 minus Lines 2, 3 and 4)

1.	
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5.	

Life Insurance

6. Gross Life Premiums (Direct Written Basis)
7. Dividends to Policy Holders
8. Other Deductions (Attach Schedule.)
9. Taxable Life Premiums (Line 6 minus Lines 7 and 8)

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8.	
9.	

Accident and Health Insurance

10. Gross Direct Accident and Health Premiums
11. Dividends to Policy Holders
12. Other Deductions (Attach Schedule.)
13. Taxable Accident and Health Premiums (Line 10 minus Lines 11 and 12)
14. Total Taxable Premiums (Add Lines 5, 9 and 13)
15. Tax (Line 14 times tax rate - See Instructions.)

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If registered with the PA Department of Insurance as a Casualty Insurance Company, enter Line 15 on Page 1, Line 1a. If registered with the PA Department of Insurance as a Fire Insurance Company, enter Line 15 on Page 1, Line 1b. If registered with the PA Department of Insurance as a Life Insurance Company, enter Line 15 on Page 1, Line 1c.

16. State of Domicile
17. NAIC Number

16.	
17.	

Preparer's Information:

1211019205

Firm Name	
Firm FEIN	
Address	
City	
State	
ZIP	

Individual Preparer Name	
Phone	
Email	
Social Security Number or PTIN	

I affirm under penalties prescribed by law, this report, including any accompanying schedules and statements, has been prepared by me and to the best of my knowledge and belief is a true, correct and complete report.

Signature of Preparer**Date**



pennsylvania
DEPARTMENT OF REVENUE

Instructions for RCT-121A

RCT-121A IN 03-21

Gross Premiums Tax - Domestic Casualty, Fire or Life Insurance Companies

HIGHLIGHTS

- All RCT-121A gross premiums taxpayers are **required** to make an annual estimated prepayment of tax. Failure to do so will result in an assessment of Underpayment Interest and could result in the taxpayer losing operating authority in the state of Pennsylvania.

For Further guidance, refer to the "Estimated Payment Instructions" on Page 3.

- Worksheet for PLHIGA calculation (Page 3 of RCT-121A). In order to claim a credit for a PA Life and Health Insurance Guaranty Association Assessment, the PLHIGA calculation worksheet (Schedule of Guaranteed Premiums and PLHIGA Credit Calculation) must be completed.

GENERAL INFORMATION

REMINDER

- Reports should **NOT** be mailed to the PA Department of Insurance – this will delay the processing of your report and does not satisfy the filing requirements. Please see the payment and mailing information section to find the correct mailing address for the PA Department of Revenue.
- All payments of \$1,000 or more must be made electronically or by certified or cashier's check remitted in person or by express mail courier.
- Use only whole dollars when preparing tax reports.
- Taxpayers may request a 60-day extension to file this report by filing REV-426.



NOTE: The automatic PA extension provided by Act 52 of 2013 to those with valid federal extensions DOES NOT apply to this tax.

- The penalty imposed for failure to file timely reports is now a minimum of \$500, regardless of the determined tax liability, plus an additional 1 percent of any determined tax liability over \$25,000.
- RCT-121A is available as a fill-in form on the department's website at **www.revenue.pa.gov**. Use **ONLY** the most current, non-year-specific tax form and instructions for filing ALL years. **If an amended report must be filed, taxpayers must use the most current, non-year-specific tax form, completing all sections of the form. REV-1175, Schedule AR (explanation for amending), must be included when filing an amended report.**
- One estimated payment coupon, REV-423, and one extension coupon, REV-426, will be used for all specialty taxes. The coupons and the tax report are no longer mailed. These forms are available as fill-in documents

on the department's website **www.revenue.pa.gov**. The REV-423 and REV-426 coupons can be filed electronically through e-TIDES at **www.etides.state.pa.us**. However, electronic filing of the tax report is not available. The report should be completed using the computer-based fill-in form, printed and submitted by mail to the department. The form can be saved electronically for your records.

ANNUAL REPORT CHECKLIST

Make sure you include the following to file your annual report properly and completely:

- Negative amounts must be written using a minus sign preceding the number. Do not use parentheses.
- Complete RCT-121A, Gross Premiums Tax Report for Domestic Casualty Fire or Life Insurance Companies Associations or Exchanges
- Copy of the Pennsylvania Business Page
- Copy of Schedule T from the annual report
- Corporate officer's signature on Page 1 and preparer's signature and PTIN on Page 2 (if applicable)

IMPOSITION, BASE AND RATE

Gross premiums tax is imposed on insurance companies at a rate of 2 percent of gross premiums received from business conducted in Pennsylvania. For more information, see the Act of March 4, 1971 (P.L. 6, No.2).

Extraordinary medical benefit premiums for coverage under 75 Pa.C.S. § 1715(a) (1.1) are not subject to the tax (See 75 Pa.C.S. § 1798.1(c)).

To claim the deduction for extraordinary medical benefit premiums, you must include the policy numbers and premium amounts for any deduction taken. Schedule T should also include a footnote to report the premiums.

The following may be deducted from taxable premiums:

- Amounts returned on policies cancelled or not taken
- Premiums received for reinsurance
- The portion of advanced premiums, premium deposits or assessments returned in cash or credited to members or policyholders upon the expiration or termination of their contracts (in the case of mutual insurance companies, associations, exchanges and stock companies with participating features)
- Notes and other obligations received by mutual insurance companies to secure contingent premium liabilities to the extent that no assessment has been made and collected against the notes or obligations.

Companies exempt from the tax include title insurance companies subject to the title insurance and trust companies shares tax; purely mutual beneficial associations

whose funds for the benefit of members and families or heirs are made up entirely of the contributions from their members and the accumulated interest on those contributions; corporations organized under the Non-profit Hospital Plan Act of 1937 (Act of June 21, 1937, (P.L. 1948, No.378)); and corporations organized under the Nonprofit Medical, Osteopathic, Dental and Podiatry Service Corporation Act of 1939 (Act of June 27, 1939, (P.L. 1125, No.399) Act of 1937 (Act of June 21, 1937, (P.L. 1948, No. 378)); and corporations organized under the Nonprofit Medical, Osteopathic, Dental and Podiatry Service Corporation Act of 1939 (Act of June 27, 1939, (P.L. 1125, No.399).

REVENUE ID, FEDERAL EMPLOYER IDENTIFICATION NUMBER (FEIN), PARENT CORPORATION FEIN, NAME AND ADDRESS

The Revenue ID number, FEIN, name and complete mailing address must be provided. If the taxpayer is a subsidiary of a corporation, the parent corporation's FEIN must be provided. Also provide the telephone number and email address.

TAX YEAR

Enter month, day and year (MMDDYYYY) for the tax year beginning and enter year (YY) for the tax year end.

REPORT DUE DATE

This report is due April 15 for the preceding year ended Dec. 31. If April 15 falls on a Saturday, Sunday or holiday, the report is due the next business day. The penalty imposed for failure to file timely reports is now a minimum of \$500, regardless of the determined tax liability, plus an additional 1 percent of any determined tax liability over \$25,000.

ADDRESS CHANGE

Enter "Y" in the block on Page 1 if the address of the corporation has changed from prior tax periods. The current mailing address should be reflected on the report.

CHANGE IN OWNERSHIP OR ACQUISITION

Check this box if there was a change in ownership or if the taxpayer made any acquisitions during the tax year. Include a statement with an explanation and dates of the transaction(s) as well as the identity, including FEINs, of the party or parties involved in the transactions(s).

AMENDED REPORT

Enter "Y" in the block on Page 1 if you are filing an amended report to add, delete or adjust information. Provide documentation to support all changes being made. An amended report should only be filed if an original report was filed previously for the same period.

An amended report must be filed within three years of the filed date of the original report. The department may adjust the tax originally reported based on information from the amended report. The taxpayer must consent to extend the assessment period. If the amended report is timely filed and the taxpayer consented to extend the assessment period, the time period in which to assess tax will be the greater of three years from the filed date of the original report or one year from the filed date of the amended report.

Regardless of the tax year being amended, taxpayers must use the most current non-year-specific tax form, completing all sections of the report. This includes those sections

originally filed and those sections being amended. All tax liabilities should be recorded on Page 1. Taxpayers must check the Amended Report check box on Page 1 and include Schedule AR, REV-1175, with the report.

FIRST REPORT

Enter "Y" in the block on Page 1 if this is the taxpayer's first PA gross premiums tax filing.

ELECTRONIC PAYMENT


Enter "Y" in the block on Page 1 if the taxpayer has made any electronic payments using e-TIDES.


PLHIGA/KOZ/EIP CREDIT

Enter "Y" in the block on Page 1 if the taxpayer is claiming the PA Life and Health Insurance Guaranty Association Credit, the Keystone Opportunity Zone Credit, the Keystone Opportunity Expansion Zone Credit or the Employment Incentive Payment Credit. For these and all other restricted credits, complete Line 4 on Page 1.

The following credits are available against gross premiums tax:

- PA Life and Health Insurance Guaranty Association (PLHIGA) Credit

-  **CAUTION:** In order to claim a credit for a PA Life and Health Insurance Guaranty Association Assessment, the PLHIGA calculation worksheet (Schedule of Guaranteed Premiums and PLHIGA Credit Calculation) must be completed. Submit a copy of the assessment summary and assessment detail. Provide a copy of the cancelled check indicating the assessment was paid. Include a copy of the Pennsylvania Business Page and Schedule T for the year immediately preceding the year of the assessment. Also include a schedule with a detailed breakdown of all PLHIGA credits claimed on RCT-121A, Page 1, Line 4.

 **NOTE:** This credit is only available for policies that guarantee premium rates without a right exercisable by the company to increase said premium rates.

- Neighborhood Assistance Program Tax Credit
- Educational Improvement Tax Credit
- Employment Incentive Payment Credit
 - Employment incentive payment credits are not posted to the account prior to assessment, therefore the account review statement will reflect a debit balance until the credit is approved. Schedule W must be attached to claim this credit. Check the appropriate box if the corporate taxpayer is claiming the employment incentive payment credit.
- PA Property and Casualty Insurance Guaranty Association (PIGA) Credit
 - PIGA credits are not available until there have been sufficient billings to create a credit. Billings must exceed 1 percent of the base year. For additional information, please contact the PA Property and Casualty Insurance Guaranty Association at 215-568-1007.
- Research Enhancement and Protection Tax Credit

FINAL REPORT

- Enter “Y” in the block on Page 1 if this report will be the final report filed with the department. Indicate the effective date of the event as MMDDYYYY.
- Include information from the Pennsylvania Insurance Department verifying the taxpayer’s insurance license expired, was cancelled or not renewed.
- Include a copy of the regulatory authority’s approval of the merger, dissolution, plan of reorganization and/or articles of merger.
- Provide the Revenue ID and FEIN of the surviving entity, if applicable.

CORPORATE OFFICER INFORMATION

A corporate officer must sign and date the tax report. The signature must be original; photocopies or faxes will not be accepted. Print the first and last name, title, Social Security number, telephone number and email address of the corporate officer.

PREPARER’S INFORMATION

Paid preparers must sign and date the tax report. If the preparer works for a firm, provide the name, FEIN and address of the firm along with the name, telephone number, email address and PTIN/SSN of the individual preparing the report. If the preparer is an individual without any association to a firm, provide the name, address, telephone number, email address and PTIN/SSN of the individual preparing the report.

ESTIMATED PAYMENT INSTRUCTIONS

The full amount of the required prepayment for gross premiums tax is due **on or before** March 15 of the reported year. Tax remaining due at the close of the taxable year must be paid on or before April 15 of the following year.

Mail the estimated payment coupon, REV-423, separately from all other forms.

If you have questions regarding estimated payments, email the department at **RA-RVASSIGNTAXACCT@PA.GOV**.

ESTIMATED PAYMENT SAFE HARBOR

The gross receipts tax prepayment **MUST** be equal to 90% of the current tax year liability. However, taxpayers are eligible to use the “safe harbor” option in the event they cannot accurately estimate their current year liability. The prepayment requirement will be satisfied if the taxpayer prepays an amount equal to 100% of their “safe harbor” tax year liability. The “safe harbor” tax year is the second preceding year to the current tax year. For example, the “safe harbor” year for purposes of making the 2019 estimated prepayment is tax year 2017.

EXTENSION REQUEST DUE DATE

To request a due date extension of up to 60 days to file the annual report, you must file an extension request, REV-426, by the original report due date. However, an extension of time to file does not extend the deadline for payment of tax and an extension request must be accompanied by payment of taxes owed for the taxable year for which the extension is requested.

Mail the extension coupon separately from all other forms. A taxpayer using an electronic method to make a payment

with an extension request should not submit the extension coupon. Do not use the extension coupon to remit other unpaid liabilities within the account.

PAYMENT AND MAILING INFORMATION

All payments of \$1,000 or more must be made electronically or by certified or cashier’s check remitted in person or by express mail courier. Returns may also be filed by express mail courier. Mail payments and returns to the following address:

**PA DEPARTMENT OF REVENUE
BUREAU OF IMAGING AND
DOCUMENT MANAGEMENT
1854 BROOKWOOD ST
HARRISBURG PA 17104**

Payments under \$1,000 may be remitted by mail, made payable to the PA Department of Revenue. Mail payments, extension requests and returns to the following address:

**PA DEPARTMENT OF REVENUE
BUREAU OF IMAGING AND
DOCUMENT MANAGEMENT
PO BOX 280407
HARRISBURG PA 17128-0407**

Failure to make a payment by an approved method will result in the imposition of a 3 percent penalty of the tax due, up to \$500. For more information on electronic filing options, visit **www.etides.state.pa.us**.



NOTE: Reports should **NOT** be mailed to the PA Department of Insurance – this will delay the processing of your report and does not satisfy the filing requirements.

CURRENT PERIOD OVERPAYMENT

If an overpayment exists on Page 1 of RCT-121A, the taxpayer must instruct the department to refund or transfer overpayment as indicated below.

REFUND

Identify the amount to refund from the current tax period overpayment. Prior to any refund, the department will offset current period liabilities and other unpaid liabilities within the account.

TRANSFER

Identify the amount to transfer from the current tax period overpayment to the next tax period for estimated tax purposes. Prior to any transfer, the department will offset current period liabilities and other unpaid liabilities within the account.



NOTE: If no option is selected, the department will automatically transfer any overpayment to the next tax year for estimated tax purposes after offsetting current period liabilities and other unpaid liabilities within the account.

A tax period overpayment summary will be mailed to the taxpayer confirming the disposition of the credit.

REQUESTS FOR REFUND OR TRANSFER OF AVAILABLE CREDIT

Requests for refund or transfer of available credit from prior periods can be requested on company letterhead, signed

by an authorized representative, and emailed to **RA-RVASSIGNTAXACCT@PA.GOV**.

Please do not duplicate requests for refund and/or transfer by submitting both RCT-121A and written correspondence.

CONTACT INFORMATION

- For additional information regarding electronic payments visit the departments Online Customer Service Center at **www.revenue.pa.gov**.
- Questions regarding payments or refunds, email **RA-RVASSIGNTAXACCT@PA.GOV**.
- General business tax questions, visit the department's Online Customer Service Center at **www.revenue.pa.gov**.
- Business taxpayers and tax practitioners have the ability to receive and view department issued electronic statement of accounts and correspondence electronically, visit e-TIDES at **www.etides.state.pa.us** and select the Document Center option for more information.

LINE INSTRUCTIONS

RCT-121A should be completed in the following order:

STEP 1

Complete the taxpayer information and any applicable questions at the top of Page 1. If claiming a PLHIGA credit, you **must** check the box on Page 1.

STEP 2

Indicate the type of insurance company on Page 1 - Domestic Casualty, Domestic Fire or Domestic Life. This is based on the company's original registration with the Pennsylvania Insurance Department. This information is required.

STEP 3

Enter the Revenue ID number and other taxpayer information in the designated fields at the top of each page.

STEP 4

Complete Page 2.

STEP 5

Complete Page 1, Lines 1 through 10.

STEP 6

Complete the corporate officer information section, sign and date at the bottom of Page 1.

STEP 7

Complete the preparer information section, sign and date at the bottom of Page 2, if applicable.

STEP 8

Mail the completed report and any supporting schedules to the PA Department of Revenue.

PAGE 2

Calculation of taxable premiums as follows:

Domestic casualty and domestic fire insurers will use Lines 1 through 5 and Lines 10 through 13.

Domestic life insurers will use Lines 6 through 13.

CASUALTY AND FIRE INSURANCE

LINE 1

DIRECT PREMIUMS

Enter the difference of total direct premiums written reported on the Pennsylvania business page less ocean marine premiums less accident and health premiums. Ocean marine premiums are reported on the RCT-124 and accident and health premiums are reported below on Line 10. The direct premiums written as reported on the Pennsylvania business page already includes the adjustment for returned and cancelled policies.

OR

CASH BASIS

Enter the direct premiums received; provide a schedule of taxable premiums. Show the beginning and ending receivables and any other deductions or additions.

LINE 2

Enter the extraordinary medical benefit premiums. To claim the deduction for extraordinary medical benefit premiums, you must include the policy numbers and premium amounts for any deduction taken. PA Business Page must also include a footnote to report the premiums.

LINE 3

Enter the dividends to policy holders from the Pennsylvania business page.

LINE 4

Enter any other deductions. A schedule detailing all other deductions must be provided.

LINE 5

TAXABLE FIRE AND CASUALTY PREMIUMS

Enter the difference of Line 1 minus Lines 2, 3 and 4.

LIFE INSURANCE

LINE 6

GROSS LIFE PREMIUMS (DIRECT WRITTEN BASIS)

Enter the total life premiums from the Pennsylvania business page.

LINE 7

Enter the dividends to policy holders from the Pennsylvania business page.

LINE 8

Enter any other deductions. A schedule detailing all other deductions must be provided.

LINE 9

TAXABLE LIFE PREMIUMS

Enter the difference of Line 6 minus Lines 7 and 8.

ACCIDENT AND HEALTH INSURANCE

LINE 10

GROSS DIRECT ACCIDENT AND HEALTH PREMIUMS

Enter the total accident and health premiums from the Pennsylvania business page.

LINE 11

Enter the dividends to policy holders from the Pennsylvania business page.

LINE 12

Enter any other deductions. A schedule detailing all other deductions must be provided.

LINE 13

TAXABLE ACCIDENT AND HEALTH PREMIUMS

Enter the difference of Line 10 minus Lines 11 and 12.

LINE 14

TOTAL TAXABLE PREMIUMS

Enter the sum of Lines 5, 9 and 13.

LINE 15

TAX

Multiply Line 14 by 0.02. Carry the tax to RCT-121A Page 1, Line 1a, 1b or 1c (This is based on the company's original registration with the Pennsylvania Insurance Department).

LINE 16

Enter the company's state of domicile.

LINE 17

Enter the company's NAIC number.

PAGE 3

PLHIGA CALCULATION WORKSHEET

SCHEDULE OF GUARANTEED PREMIUMS

Guaranteed Premiums are those premiums in which the premium rates are guaranteed during the continuance of the respective policies without a right exercisable by the company to increase said premium rates.

GUARANTEED

Use the PA Business Page for the year immediately preceding the year of the assessment to determine the amount of premiums for each type of assessment. (Accident & Health, Life and Annuity).

NON-GUARANTEED

Use the PA Business Page for the year immediately preceding the year of the assessment to determine the amount of premiums for each type of assessment. (Accident & Health and Life).



NOTE: All Annuity premiums are treated as guaranteed premiums.

TOTAL

Enter the total of guaranteed and non-guaranteed premiums for each column.

PLHIGA CREDIT CALCULATION

ASSESSMENT DATE AND AMOUNT

Enter the date of the Class B assessment and the amount of assessment for each type (Accident & Health, Life, Annuity), paid during the previous year. Do not include Class A Assessments in this section. Enter Class A Assessments in the Total Credits Allowed section.

TOTAL OF ASSESSMENTS

Enter the total of each column.

GUARANTEED PREMIUMS

Enter amount of premiums from Schedule of Guaranteed Premiums for each type.

TOTAL PREMIUMS

Enter total premiums from Schedule of Guaranteed Premiums for each type.

PERCENTAGE OF QUALIFIED PREMIUMS

Divide Guaranteed Premiums by Total Premiums for each type.

TOTAL CREDITS ALLOWED

Enter Total of Assessment and percentage of Qualified Premiums for each type. Multiply Total of Assessment by percentage of Qualified Premiums to calculate Total Credit Allowed.

Enter the Class-A Administrative Assessment paid during the previous year.

TOTAL

Add Total Credit Allowed column.

TOTAL CREDIT ALLOWED PER YEAR

Enter Total figure from Total Credit Allowed column and multiply by 20% to calculate credit amount per year.

Carry the credit to RCT-121A, Page 1, Line 4. Credit is limited to 2 percent tax. Include any carry-forward PLHIGA credits awarded in a prior year. Include a schedule with a detailed breakdown of all PLHIGA credits claimed on RCT-121A, Page 1, Line 4.