

Kimberly R. Snavely

From: sbs@naic.org
Sent: Tuesday, June 30, 2020 4:31 PM
To: Kimberly R. Snavely; Jmonreale@sound-risk.com
Subject: Tax Statement Reminder



Illinois Department of Insurance

JB PRITZKER
Governor

ROBERT H. MURIEL
Director

TO: Surplus Line Producer
DATE: 06/30/2020
RE: Tax Statement Reminder

This is an important reminder for Illinois Licensed Surplus Line Producers:

Even if you owe zero in taxes, failure to file your Surplus Line Producer Tax Statement on time can result in a \$2,000 penalty per statement!!!

The Surplus Line Association of Illinois will mail you your tax statement in the coming days. It is your responsibility to review, sign, and file the Statement with the Illinois Department of Insurance by the statutory deadline. The Semi-Annual Tax Statement is due on August 1st.

The statutory fees and penalties for late filing cannot be waived by the Department. File as early as you can to avoid late filing penalties up to \$2,000 per statement.

If you have not received your tax statements in the mail by July 15th, please contact the Surplus Line Association of Illinois at (312) 263-1993 or membership@slai.org.

(215 ILCS 5/412)

Sec. 412. Refunds; penalties; collection.

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(2). . .(b) When any industrial insured or surplus line producer fails to file any tax return or report required under Sections 121-2.08 and 445 of this Code or Section 12 of the Fire Investigation Act on the date prescribed, including any extensions, there shall be added:

(i) as a late fee, if the return or report is

received at least one day but not more than 7 days after the prescribed due date, \$400 or 10% of the tax due, whichever is greater, the entire fee not to exceed \$1,000;

(ii) as a late fee, if the return or report is received at least 8 days but not more than 14 days after the prescribed due date, \$400 or 10% of the tax due, whichever is greater, the entire fee not to exceed \$1,500;

(iii) as a late fee, if the return or report is received at least 15 days but not more than 21 days after the prescribed due date, \$400 or 10% of the tax due, whichever is greater, the entire fee not to exceed \$2,000; or

(iv) as a penalty, if the return or report is received more than 21 days after the prescribed due date, \$400 or 10% of the tax due, whichever is greater, for each month or part of a month of failure to file, the entire penalty not to exceed \$2,000 or 50% of the tax due, whichever is greater.

A tax return or report shall be deemed received as of the date mailed as evidenced by a postmark, proof of mailing on a recognized United States Postal Service form or a form acceptable to the United States Postal Service or other commercial mail delivery service, or other evidence acceptable to the Director.

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(3) . . .(a-5) When any industrial insured or surplus line producer fails to pay the full amount due under the provisions of this Section, Sections 121-2.08 or 445 of this Code, or Section 12 of the Fire Investigation Act on the date prescribed, there shall be added:

(i) as a late fee, if the payment is received at least one day but not more than 7 days after the prescribed due date, 10% of the tax due, the entire fee not to exceed \$1,000;

(ii) as a late fee, if the payment is received at least 8 days but not more than 14 days after the prescribed due date, 10% of the tax due, the entire fee not to exceed \$1,500;

(iii) as a late fee, if the payment is received at least 15 days but not more than 21 days after the prescribed due date, 10% of the tax due, the entire fee not to exceed \$2,000; or

(iv) as a penalty, if the return or report is received more than 21 days after the prescribed due date, 10% of the tax due.

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