

ORDINANCE #86.1 220.76

AN ORDINANCE imposing a license fee upon insurance companies for the privilege of engaging in the business of insurance within the corporate limits of Smiths Grove, Kentucky.

BE IT ORDAINED by the city of Smiths Grove, Kentucky:

SECTION 1: There is hereby imposed on each insurance company a license fee for the privilege of engaging in the business of insurance within the corporate limits of Smiths Grove for the fiscal year 1986-1987, and thereafter on a fiscal year basis.

SECTION 2: The license fee imposed on each insurance company which issues life insurance policies on the lives of persons residing within the corporate limits of Smiths Grove shall be five percent (5%) of the first year's premiums actually collected within each calendar quarter by reason of the issuance of such policies.

SECTION 3: The license fee imposed upon each insurance company which issues any insurance policy which is not a life insurance policy shall be five percent (5%) of the premiums actually collected within each calendar quarter by reason of issuance of such policies on risks located within the corporate limits of Smiths Grove on those classes of business which such company is authorized to transact, less all premiums returned to policy holders; however, any license fee or tax imposed upon premium receipts shall not include premiums received for insuring employers against liability for personal injuries to their employes, or death caused thereby, under the provisions of the Worker's Compensation Act and shall not include premiums received on policies of group health insurance provided for state employes under KRS 18A.225(2).

SECTION 4: All license fees imposed by this ordinance shall be due no later than thirty (30) days after the end of each calendar quarter. License fees which are not paid on or before the due date shall bear interest at the tax interest rate as defined in KRS 131.010(6).

SECTION 5: Every insurance company subject to the license fees imposed by this ordinance shall annually, by March 31, furnish the city of Smiths Grove a written breakdown of all collections in the preceding calendar year for the following categories of insurance: (a) casualty; (b) automobile; (c) inland marine; (d) fire and allied perils; (e) health; and (f) life.

SECTION 6: The city clerk is hereby directed to transmit a copy of this ordinance, and any amendment thereto, to the Commissioner of Insurance, Commonwealth of Kentucky.

SECTION 7: This ordinance shall become effective on the 1st day of July, 1986.

APPROVED: James R. Gilley
James R. Gilley, Mayor

ATTEST: Dorothy J. Neal
Dorothy J. Neal, City Clerk

First reading: 4-4-86

Second reading: 4-7-86