



**SCHEDULE 1**

**INDUSTRIAL INSURANCE PREMIUM TAX AND FEES ON RETALIATORY BASIS  
(WORKERS COMPENSATION)**

**FOR YEAR ENDING DECEMBER 31, 2011**

	(A) NEVADA BASIS	(B) STATE OF INC
1. Gross Annual Premiums (Industrial Insurance Only)	1. <input type="text"/>	<input type="text"/>
2. Dividends Paid or Credited to Policy Holders	2. <input type="text"/>	<input type="text"/>
3. Gross Premiums written minus Dividends paid or Credited to Policy Holders	3. <input type="text"/>	<input type="text"/>
4. Taxes Payable (according to applicable rate) (Tax Rate for Nevada is 3.5%) Must agree with Line 7, IIP-R on Annual Reconciliation Return	4. <input type="text"/>	<input type="text"/>
5. Retaliatory Assessment	5. <input type="text"/>	

# INDUSTRIAL INSURANCE PREMIUM TAX ANNUAL RECONCILIATION RETURN (WORKERS COMPENSATION) INSTRUCTIONS

## A COPY OF THE NEVADA PAGE FROM ANNUAL STATEMENT MUST BE ATTACHED

This form is to be used if you were required to file quarterly Industrial Insurance Premium Tax returns during the year. The Nevada premium tax rate is 3.5%. (Retaliatory statutes, NRS 680A.330 requires you to use the higher tax rate charged by your domiciliary state).

### Schedule 1

**Line 1** Gross Premiums/Considerations. Defined as all direct premiums written during the year for workers compensation.

**Line 2** Dividends Paid or Credited to Policy Holders

**Line 3** Gross Premiums written minus Dividends paid or credited to policy holders.

**Line 4** Taxes Payable. Amount of premium tax due.

**Line 5** Retaliatory Assessment

### Annual Reconciliation Return

**Line 1 through Line 4** *Total Premiums/Considerations* If figures for columns A and B differ, penalty and interest may apply.

**Line 5** *Total Premium/Considerations* Add Lines 1 through 4.

**Line 6** *Net Direct Premiums* Enter Line 5 Column B. Must agree with Schedule 1, Line 4A and state (Nevada) page.

**Line 7** *Gross Industrial Insurance Premium Tax* Enter the amount of Gross Premium Tax. Multiply Line 6 by 3.5% or .035.

**Line 8** *Industrial Insurance Credit* Enter the amount paid to Division of Industrial Relations for the year. Each insurer providing industrial insurance in this state is entitled to a credit against the premium tax paid equal to the assessment paid to Division of Industrial Relations. (NRS 680B.036). This credit is to be applied only against the premium tax for the year in which the assessment to the Division of Industrial Relations was paid. The Credit can not be applied against future premium tax liability.

**Line 9.** *Subtotal* Enter in premium tax due. Line 7 minus Line 8.

**Line 10a** *Home Office Credit.* 50% or .5 of Line 4. NRS 680B.050 provides that insurers who maintain a "home" or "regional" office may be entitled to a credit against tax to be paid. It provides for a 50 percent credit for taxes due. Each insurer claiming a home or regional home office credit must have a certified copy of the deed to the property in the name of the insurer on file with the Department.

**Line 10b** *Ad Valorem Taxes* Enter the amount of ad valorem Taxes paid during this year. NRS 680B.050(1) provides for credit for ad valorem taxes actually paid upon the home office or regional home office together with the land, as reasonably required for the convenient use of the office, upon which the home office or regional home office is situated. Further, the insurer must provide certified copies of the billing by local authorities for the ad valorem taxes in addition to a receipt for proof of payment.

**Line 10c** *Max Credit allowed* Enter max credit allowed. Multiply Line 7 by 80% or .80. NRS 680B.050(1) imposes a limit on the total amount of the credit that may be obtained. The credits may not reduce the total amount of taxes payable to less than 20 percent of the amount of gross premium taxes payable.

**Line 10d** Enter the available Home Office Credit and Ad Valorem taxes credit. Add lines 10a and 10b. Compare to line 10c. Enter the lesser of the two.

**Line 11** Enter the amount of Property/Casualty Guaranty Association credit to be used this year.

**Line 12** Enter the amount of cash payments made on the Industrial Insurance quarterly premium tax returns.

**Line 13** Enter the amount due to you for overpayments made in prior reporting periods for which you have received a Department of Taxation Credit Notice. Monthly notices received from the Department are not cumulative. Do not take the credit if you have applied for a refund. NOTE: Only credits established by the Department may be used.

**Line 14** Enter the amount of Overpayments refunded by Nevada during the calendar year.

**Line 15** *Net Premium Tax Due.* Enter the amount of Net Premium Tax due. Line 9 minus Lines 10d through 13 plus Line 14.

**Line 16** *Penalty* If this return is not submitted/postmarked and taxes are not paid on or before the due date as shown on the face of this return, the amount of penalty due is a) For returns with Period(s) Ending prior to and including 3/31/07 the Penalty is 10%; b) For returns with Period(s) ending 4/30/07 and after; the amount of penalty due is based on the number of days the payment is late per NAC 360.395 (see table below). The maximum penalty is 10%.

Number of days late	Penalty Percentage	Multiply by:
1 - 10	2%	0.02
11 - 15	4%	0.04
16 - 20	6%	0.06
21- 30	8%	0.08
31 +	10%	0.10

Determine the number of days late the payment is, and multiply the net tax owed (Line 15) by the appropriate rate based on the table above. The result is the amount of penalty that should be entered. For Example, the taxes were due January 31, but not paid until February 15 so the penalty is 4%.

**Line 17** *Daily Interest* If this return will not be postmarked and the taxes paid on or before the due date as shown on the face of this return, interest will be calculated daily. Line 15 multiplied by .00049315068 times the number of days late.

**Line 18** *Total Adjusted Premium Tax Due* If the calculated amount entered on this line results in a negative figure, this amount is the premium tax overpayment that may refunded. Pursuant to NRS 680B.120 request for refund must be made within 1 year after the date such fees, charges or taxes were originally required to be paid or within 30 days after the date of payment of any additional tax, charge or fee. If you owe premium tax and/or retaliatory assessment, make check payable to the Department of Taxation.