State of Illinois

2023 Privilege and Retaliatory Tax Return for Health Maintenance Organizations, Limited Health Service Organizations, Voluntary Health Service Plans and Dental Service Plans

Business during the Calendar Year 2023   Due: March 15, 2024

Web Site: idoi.illinois.gov (Department Links>Companies>Tax Forms)

Federal Employer Identification Number: __ __ - __ __ __ __ __ __ __   NAIC: __ __ __ __   __

_____
Name of Insurance Company

with principal office located at _____
                                              Street and Number   City   State   Zip Code

incorporated under the laws of the State of _____ as required by and in

accordance with *215 ILCS 5/410* of the Illinois Compiled Statutes.

Mailing address, if other than principal office location shown above: _____

_____

Contact person: _____   Phone: (   ) _____

E-mail of contact person _____

Instructions

Important Notice: The FEIN must be on this return to ensure proper posting to your company account.

1. The Privilege and Retaliatory Tax Return must be filed and the taxes due must be paid on or before March 15, 2025. **The official filing date is the U.S. Postal date.**

2. Separate check and tax return is requested for each company of an insurance group.

3. No authority exists for granting any extension of time for filing the tax return or payment.

4. This tax return will be subject to audit and subsequent adjustments if necessary.

5. Any penalties to be levied will be assessed as provided by *215 ILCS 5/412*, Illinois Compiled Statutes.

6. Remittance should be made payable and mailed with the completed tax return to Illinois Department of Insurance, P.O. Box 7087, Springfield, Illinois 62791. Courier deliveries may be made to 320 West Washington Street, Springfield, IL 62767-0001.

7. Amended tax returns should be filed under separate cover. Only the amended pages need to be filed with a detailed letter of explanation.

8. The address used by the Department on all correspondence and invoice billing is the official address found in the company Annual Statement. Correspondence may also be sent to the official company email address on file.

Do not mail checks or forms with the Annual Statement.

Only complete the part applicable to your license.

Type of Organization or Plan	Premium
Health Maintenance Organizations Written premium per Schedule T of the Annual Statement, Page 38, Line 14, Column 9	
Limited Health Service Organizations Written premium per Schedule T of the Annual Statement, Page 38, Line 14, Column 9	
Voluntary Health Service Plans Written premium per Schedule T of the Annual Statement, Page 38, Line 14, Column 9	
Dental Service Plans Written premium per Schedule T of the Annual Statement, Page 38, Line 14, Column 9	
Life, Accident & Health Companies that file Health Annual Statement blank Written premium per Schedule T of the Annual Statement, Page 38, Line 14, Column 9	
Property & Casualty Companies that file Health Annual Statement blank Written premium per Schedule T of the Annual Statement, Page 38, Line 14, Column 9	
Less Medicare & Medicaid Premium 1. Medicare Advantage (MA) and/or Medicare Advantage--Part D (MA-PD) Premiums	
2. Medicare Part D Standalone Premiums	
3. Medicaid Premiums	
4. Taxable Premium (Written premium Less Medicare, Medicaid) (show on Page 3, Line 1)	

Amounts must agree to Direct Business Page of company's Annual Statement.
All discrepancies must attach a letter of reconciliation.

Federal Employer Identification Number: __ __ - __ __ __ __ __ __ __ __

Calendar Year Privilege Tax Calculation	1 Premium	2 Premium Rate	3 Premium Tax
1. PREMIUMS	-3-		
2. PRIVILEGE TAX (Column 1, Line 1 x Column 2)		.004	
Less Credits to the Privilege Tax			
CORPORATE & REPLACEMENT INCOME TAX INTERGRADATION EXCESS Complete Lines 3 through 4 if Corporate and Replacement Income Taxes are not paid on a Unitary Method. If paid on a Unitary Method, go to U-1 Schedule and complete as directed.			
3. ILLINOIS CORPORATE INCOME TAX PAYMENTS 3a. Final Payment			
3b. Total Quarterly Payments			
3c. Other Payments paid during Calendar Year			
3d. Less: State Income Tax Cash Refunds Received			
3e. **TOTAL**			
4. ILLINOIS PERSONAL PROPERTY REPLACEMENT CORPORATE INCOME TAX PAYMENTS 4a. Final Payment			
4b. Total Quarterly Payments			
4c. Other Payments paid during Calendar Year			
4d. Less: Replacement State Income Tax Cash Refunds Received			
4e. **TOTAL**			
5. TOTAL NET INCOME TAXES (Lines 3e + 4e, Column 1). Domestic companies: If income tax total is negative as a result of refunds, the amount of refund that was used as an offset in the prior year paid, must be added to line 2 and paid back with the total on line 9.			
6. Unitary Member Income Tax Offset (Schedule U-1) Domestic companies: If income tax total is negative as a result of refunds, the amount of refund that was used as an offset in the prior year paid, must be added to line 2 and paid back with the total on line 9.			
7. Intergradation Offset is excess of 1.5% Net Taxable Premium (Line 1, Column 1 x 1.5%)			
8. Intergradation Offset Amount (Line 5 or 6 minus Line 7)			
8a. New Markets Tax Credit (attach a schedule of the Tier 2 investor allocation of the New Markets credits, each insurance company and the amount)			
9. **NET PRIVILEGE TAX** (Line 2, Column 3 minus Line 8 and Line 8a)			

Company Name: _____

Computation of Retaliatory Taxes

Under *215 ILCS 5/444* and *5/444.1* of the Illinois Compiled Statutes, when the laws of any other state require of companies domiciled in Illinois the payment of penalties, fees, charges or taxes greater than those required in the aggregate for like purposes under the laws of Illinois by companies domiciled in such states, the Director of Insurance is required to impose comparable requirements on a retaliatory basis. All insurance related taxes and fees, including premium taxes, based on the State of Incorporation requirements, should be calculated below with the total carried forward to Page 6, Line 2 under Column 2 Please attach a detailed reconciliation incorporating the Illinois data in place of the State of Domicile data.

State of Incorporation Premium Tax Rate: _____

Retaliatory Tax Calculation	Column 1 **State of Illinois Basis**	Column 2 **State of Incorporation Basis**
1. Annual Statement Filing Fee Paid	xxxxxxxxxxxxxxx	
2. Certificate of Authority Fee Paid	$400.00	
3. Fire Marshal Tax Paid	xxxxxxxxxxxxxxx	xxxxxxxxxxxxxxx
4. Fire Department Tax Paid (proof of payment must be attached)	xxxxxxxxxxxxxxx	xxxxxxxxxxxxxxx
5. Financial Regulation Fee Paid		
6. Policy Form Filing Fee Paid		
* 7a. Illinois Corporate & Replacement Income Taxes Paid (show cash refund of prior year tax as a negative)		xxxxxxxxxxxxxxx
** 7b. Corporate Income Tax paid in state of domicile	xxxxxxxxxxxxxxx	
7c. Other State of Illinois Taxes and Fees Paid per Article XXV		xxxxxxxxxxxxxxx
7d. Other State of Incorporation Taxes and Fees Paid, such as Fraud Fee (attach reconciliation)	xxxxxxxxxxxxxxx	
*** 8. Net Privilege, Premium, Franchise Tax Paid		
9. Total Illinois Basis (may be negative if income tax refund was received)		xxxxxxxxxxxxxxx
10. Total State of Incorporation Basis (cannot be less than -0-)	xxxxxxxxxxxxxxx	
11. Total Retaliatory Tax Due (Line 10 minus Line 9; balance cannot be less than -0-).	xxxxxxxxxxxxxxx	

* **If Illinois Corporate and Replacement income taxes are paid on a unitary method, please complete Schedule U-1, page 5 in detail. Cancelled checks and IL1120 must be attached to verify payments made by non-licensed insurance companies.**

** **Include this amount in the State of Incorporation Basis ONLY if it is in addition to the premium tax.**

*** **State of Illinois Basis Amount should be the same as on Page 3, Line 9 plus Page 3, Line 8a.**

Calendar Year
Income Tax Offset Based on Unitary Method of Corporate and Replacement Tax

	Identity				**Payment**	**Refund**	**Results**
	1	**2**	**3**	**4**	**5**	**6**	**7**
	Company Name of Each Unitary Member	**Company FEIN**	**Net Income**	**Percentage Allocation**	**Tax Offset Allocation by Percentage (Col. 4 x Line 16)**	**Refund Offset Allocation by % (Col. 4 x Line 17)**	**Allowed (Col. 5 minus Col. 6)**
1							
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15	**Column Totals**						

Taxes Paid in Calendar Year by (Name of Company and the FEIN of Taxpayer) (show cash refunds of prior year tax as a negative amount): _____

16.   **Total Taxes Paid in Calendar Year** _____   **(Cancelled checks or other proof of payment must be attached to verify payments made by non-licensed insurance companies or holding company parent.)**

17.   **Total Cash Refund received in Calendar Year** _____

18.   **Net Available for Offset** _____ **(must agree with Column 7, Line 15 above).**
   (This amount will be verified per the Department of Revenue records.)

Procedure to Determine the Income Tax Offset on the Unitary Method

We will use Schedule U-1 to determine the income tax offset for companies using the Unitary Method. The allocation of the total income tax paid will be based on net income of each individual company as a percent of the Unitary group total. Net income is defined as the sum of Schedule UB, Step 4 Line 3, Line 7, and Line 9 of the previous calendar year IL-1120. This allocation is multiplied to the unitary calendar year amount paid and the result is the available income tax offset for that individual company.

If the unitary group received a refund during the calendar year, the refund must also be allocated among the individual companies. If a member of the unitary group received a refund during the calendar year, the refund must be allocated among all members of the unitary group. Only the net amount is allowed.

Each unitary group must complete Schedule U-1 to be allowed the offset. Any unitary group that does not complete Schedule U-1 will not be allowed to use the Illinois Corporate and Replacement income taxes in the calculation of the privilege and retaliatory taxes.

Company Name: _____

Federal Employer Identification Number: ___ ___ – ___ ___ ___ ___ ___ ___ ___

Calendar Year Payment Summary	Column 1	Column 2
1. Amount due as Privilege Tax (Line 9, Page 3)		
2. Amount due as Retaliatory Tax (Line 11, Page 4)		
3. Total Privilege and Retaliatory Tax (Line 1 plus Line 2)		
4. **Total Privilege Tax Quarterly Installments Paid without applying prior year-end overpayment**		
5. **Total Retaliatory Tax Quarterly Installments Paid without applying prior year-end overpayment**		
6. **Total Quarterly Estimated Payments** (Line 4 plus Line 5)		
7. **Prior Year End Overpayment** (as reported on prior year tax return)		
8. **Total Credits** (Line 6 plus Line 7)		
9. **Balance Due** (Line 3 less Line 8). If negative enter on Line 14.		
*10. Failure to file tax return penalty ($400 per month or 10% of tax, whichever is greater)		
*11. Failure to pay tax penalty (10% of tax due)		
*12. Interest on the tax paid after due date per current IRS rate, with a minimum of 12%		
13. Total remittance with tax return (sum of Lines 9, 10, 11 and 12)		
14. **Tax Overpayment (if Line 8 is greater than Line 3)		
* Calculate per *215 ILCS 5/412* of the Illinois Compiled Statutes.		
** Overpayments must be applied to future privilege or retaliatory tax liabilities unless there is a -0- tax. Cash refund requests must be submitted under separate cover with detailed factual support.		

Name: _____ Title: _____ of the
          (Signature of Corporate Officer)

_____ (Company)

declares under penalties of perjury that the foregoing return (including the accompanying schedules) has been examined by him, and to the best of his knowledge and belief is true, correct and complete.

Date: _____