

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H.F. 2501

**DATE:** March 31, 2004

**Version:** As introduced

**Authors:** Abrams and others

**Subject:** Premiums tax - life insurance

**Analyst:** Joel Michael, Legislative Analyst, 651-296-505

This publication can be made available in alternative formats upon request. Please call 651-296-6753 (voice); or the Minnesota State Relay Service at 1-800-627-3529 (TTY) for assistance. Summaries are also available on our website at: [www.house.mn/hrd](http://www.house.mn/hrd).

---

### Overview

This bill reduces the premiums tax on life insurance from two percent to 1.5 percent.

#### Section

- 1 Mutual property and casualty insurance companies.** Provides that the premium tax rate that applies to life insurance written by "small" property and casualty companies is the general rate established under section 0.
- 2 Life insurance.** Establishes a 1.5 percent premiums tax rate for life insurance. Under present law, a two percent rate applies.

**Effective date :** Effective for premiums received after June 30, 2004.