

Commonwealth of Puerto Rico
OFFICE OF THE COMMISSIONER OF INSURANCE
P. O. Box 3508 - Old San Juan Sta.
San Juan, Puerto Rico 00904

CIRCULAR LETTER NO. CAE-8-611-74

TO ALL INSURERS DOING BUSINESS IN PUERTO RICO

Gentlemen:

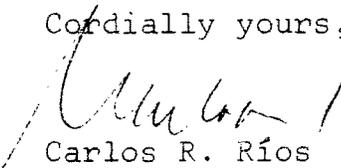
In accordance with Act 136, of July 23, 1974, which stipulates that from December 31, 1973 all premium tax due on business transacted in Puerto Rico shall be paid on a semester basis at the rate of 4% for all risks except annuities that shall remain at the 1% rate, you are hereby advised that since rules and regulations have yet to be formally adopted by this Office on this matter, all premium tax due on the first semester of 1974 shall be paid on one half of the gross premiums that your records show on December 31, 1973.

For the second semester of 1974, you should adjust all dividends and credits permitted by the Puerto Rico Insurance Code corresponding to the first and second semester of 1974, as well as account for whatever difference remains on account of the payment based on an estimate made for the first semester.

Said Act prescribes September 30 as the due date for the payment of the tax corresponding to the first semester, however since the time span from the date of approval to September 30 is so close, we are granting you an extension of one month for filing of the first semester premium tax statement in accordance with Section 704 of the Insurance Code. In other words, your payment for that semester should be filed in this Office on or before October 31, 1974.

These measures are temporary until formal regulation is adopted by this Office and by these means we are inviting you to submit all your comments on the scope of Act 136 and its application.

Cordially yours,


Carlos R. Ríos
Commissioner of Insurance