



Dipáttamenton Kontribusion yan Adu'ána

DEPARTMENT OF

REVENUE AND TAXATION

GOVERNMENT OF GUAM

Gubetnamenton Guáhan

EDDIE BAZA CALVO, Governor / Mags'láhi
RAY TENORIO, Lt. Governor / Tifente Gubetnadot

JOHN P. CAMACHO, Director
Akto Direktot
MARIE M. BENITO, Deputy Director
Sigundo Direktot

February 04, 2014

Re: **Renewal of Certificate of Authority**
July 1, 2014 to July 1, 2015

Dear Sir:

Every insurance company that is licensed to transact insurance business in Guam is required to file on or before **April 1st** of each year its respective annual statement with the Commissioner.

"Every admitted domestic, foreign (domiciled in the United States), or alien (domiciled outside of the United States) insurer shall, on or before April 1 of each year, file with the Commissioner a financial statement, verified under oath, setting forth its financial condition, transactions and affairs as of the 31st day of December immediately preceding, in general form and context as approved by the National Association of Insurance Commissioners, plus any additional information required by the Commissioner." (22 GCA §§15316(a); 15404; 15504.)

The Commissioner requires each insurer to file the following exhibits or information together with their respective Annual Statements:

- (a) Statutory Page, Direct Business in Guam;
- (b) Insurance Expense Exhibit;
- (c) Property and Casualty companies are required to file two percent (2%) assessment fee on commercial and industrial liability premiums written on property and casualty risks located in Guam. This assessment fee is required to be paid on or before April 1 of each year;
- (d) Management's Discussion and analysis;
- (e) Statement of Actuarial Opinion signed by a member of American Academy of Actuaries; and
- (f) For insurers issuing health issuance plans, a Supplemental Health Care Exhibit (SHCE) data for health insurance business written in Guam.
- (g) Risk-Based Capital Report (*for domestic companies only*).

All insurers that are currently licensed in Guam are required to file an application for the renewal of their Certificate of Authority **no later than June 1st** of each year and pay the required fee pursuant to §15110.

§15104 Annual Renewal Certificate. “Unless sooner revoked by the Commissioner, every certificate shall expire on the first day of July after its issuance, unless renewed annually as provided in this article, or extended by the Commissioner, for a period not exceeding sixty (60) days, for good cause.”

§15105 Application. “All insurers holding a current certificate shall annually, not later than June 1, file with the Commissioner an application for renewal together with the information required by this section:

- (a) A request for renewal of general agent’s license;
- (b) An affidavit setting forth that it has continued to comply with all applicable provisions of this Title;
- (c) Such other information as the Commissioner shall require by regulations or request specifically from the applicant.”

The following documents are required from an insurer by the Commissioner:

- (a) Renewal Application for Certificate of Authority (Form I-1);
- (b) Insurance Company’s Bond (Form I-3) or Deposit Agreement in Lieu of Bond (Form I-4); and
- (c) Tax Clearance Application Form.

An applicant is required to pay the following fees for the filing of an annual statement and application for renewal of certificate of authority. Please make all checks payable to the Treasurer of Guam.

§15110 – Fees. “(a). The Commissioner shall require the payment in advance of the following fees:

- ❖ Filing of application for renewal of certificate of authority, \$500.00
- ❖ Filing of application for issuance of certificate of authority after revocation or expiration, \$900.
- ❖ Filing of annual statement on or before April 1st, \$50.00. Penalty for failure to file annual statement after April 1st, \$500.00
- ❖ Filing of any other certificate, statement, paper or exhibit required by this Title, \$20.00

An applicant is also required to file an Annual Report with the Business License Branch of this Department between July 1 and September 1 of each year pursuant to 18 GCA §4304.

Finally, 11 GCA §70132 requires every person to secure a clearance from the Director of Revenue and Taxation that taxes due are paid before obtaining or renewing a business license. Your company is reminded that it is required to file:

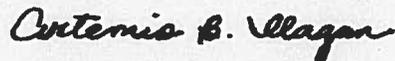
- (a) Monthly Gross Receipts Tax Return.
- (b) Yearly Guam Corporate Tax using IRS Form 1120. In this IRS Tax Form 1120, an admitted insurer is required to report only income effectively connected with its business in Guam. In the event an insurer did not receive any income from Guam, file zero.

For more information on online tax filings and tax forms, including Form GRT, please visit the Department's web site at <http://www.guamtax.com>.

A checklist for Renewal of Certificate of Authority, together with all forms listed in the checklist can be downloaded at http://www.govguamdocs.com/revtax/index_revtax.htm.

Please provide an email address of company's Compliance Officer in charge of filing for Renewal Application for Certificate of Authority.

Sincerely,



ARTEMIO B. ILAGAN
Banking & Insurance Commissioner

Apsc/02042014

CHECKLIST FOR RENEWAL OF CERTIFICATE OF AUTHORITY

YEAR 2014 - 2015

COMPANY NAME: _____ **COA #** _____

CONTACT Person: _____ **Contact E-Mail:** _____

_____ **ANNUAL STATEMENT**
Filing fee \$50.00 on or before April 1st
Penalty \$500.00 after April 1st
\$100.00 per day after May 15th

Receipt Number: _____
Amount Paid: _____
Date Paid: _____

_____ **APPLICATION RENEWAL FOR CERTIFICATE OF AUTHORITY (Form I-1)**

_____ **COA RENEWAL FEE (\$500.00 on or before July 1st)** Receipt No. _____
_____ **COA RENEWAL FEE (\$900.00 after July 1st)** Amount Paid: _____
Date Paid: _____

_____ **REQUEST FOR RENEWAL OF GENERAL AGENT'S LICENSE (Form I-6) – must have company seal.**

_____ **AFFIDAVIT OF COMPLIANCE (Form I-7) – must have company seal**

_____ **INSURANCE COMPANY BOND (Form I-3) – must have company seal and countersignature of resident general agent in Guam. COMPLETE DESCRIPTION of the Bond must be written on the space below.**

_____ **DEPOSIT AGREEMENT IN LIEU OF BOND (Form I-3) Complete description of deposit below.**

_____ **2% ASSESSMENT ON COMMERCIAL & INDUSTRIAL LIABILITY POLICIES written by Property and Casualty Companies (Form I-8)**

Receipt No.: _____ Date Paid: _____

Amount Paid: _____

_____ **TAX CLEARANCE – (Form I-9) contact your general agent in Guam or your attorney to secure clearance. NO COA will be issued without a completed Tax Clearance..**

+++++

For questions and inquiries regarding renewal of Certificate of Authority, send an email to acruz@revtax.gov.gu or jqcarlos@revtax.gov.gu or call us at (671) 635-1843 thru 1846.