

CITY OF ORCHARD GRASS HILLS, KENTUCKY  
ORDINANCE NO. 2, SERIES 2008

AN ORDINANCE AMENDING AN EXISTING ORDINANCE THAT IMPOSED A LICENSE FEE UPON INSURANCE COMPANIES FOR THE PRIVILEGE OF ENGAGING IN THE BUSINESS OF INSURANCE WITHIN THE CORPORATE LIMITS OF THE CITY OF ORCHARD GRASS HILLS, KENTUCKY FOR THE FISCAL YEAR 2009 AND THEREAFTER ON A FISCAL YEAR BASIS: ESTABLISHING INSURANCE COMPANY LICENSE FEE RATES AS 10% OF THE PREMIUMS FOR LIFE INSURANCE COLLECTED DURING THE FISCAL YEAR 2009 AND THEREAFTER UNTIL AMENDED, AND ESTABLISHING AN EFFECTIVE DATE OF JULY 1 AND A DELINQUENCY DATE THIRTY (30) DAYS AFTER THE END OF EACH CALENDAR QUARTER; ESTABLISHING A PENALTY INTEREST CHARGE AT THE TAX INTEREST RATE AS DEFINED BY STATUTE, AND REQUIRING INSURANCE COMPANIES SUBJECT TO THE LICENSE FEE TO FURNISH ANNUAL COLLECTION INFORMATION.

BE IT ORDAINED BY THE CITY OF ORCHARD GRASS HILLS, KENTUCKY:

SECTION 1. This Ordinance amends Ordinance No. 1, Series 2002 and Ordinance No. 94-95-06, Series 1995, and becomes effective on July 1, 2009.

SECTION 2. There is hereby imposed on each insurance company a license fee for the privilege of engaging in the business of insurance within the corporate limits of the City of Orchard Grass Hills, Kentucky for the fiscal year 2009, and thereafter on a fiscal year basis.

SECTION 3. The license fee imposed upon each insurance company which issues life insurance policies on the lives of persons within the corporate limits of the City of Orchard Grass Hills, Kentucky shall be 10% ~~5%~~ of the first year's premiums actually collected within each fiscal quarter by reason of the issuance of such policies.

SECTION 4. The license fee imposed upon each insurance company which issues any insurance policy which is not a life insurance policy shall be 10% ~~5%~~ of the premiums actually collected within each fiscal quarter by reason of the issuance of such policies on risks located within the corporate limits of the City of Orchard Grass Hills on those classes of business which such company is authorized to transact, less all premiums returned to policyholders; however, any license fee or tax imposed upon premium receipts shall not include premiums received for insuring employers against liability for personal injuries to their employees, or the death of their employees, caused thereby under the provisions of the Workers' Compensation Act and shall not include premiums received on policies of group health insurance provided for state employees under KRS 18A.225(2) and 18A.228.

SECTION 5. All license fees imposed by this ordinance shall be due no later than thirty (30) days after the end of each fiscal quarter. License fees which are not paid on or before the due date shall bear interest at the tax interest rate as defined by KRS 131.010(6).

SECTION 6. Every insurance company subject to the license fees imposed by this ordinance shall annually, by March 31, furnish the City of Orchard Grass Hills, Kentucky with a written breakdown of all collections in the preceding calendar year for the following categories of insurance: (a) casualty; (b) automobile; (c) inland marine; (d) fire and allied perils; (e) life; and (f) all other risks.

SECTION 7. The City Clerk is hereby directed to transmit a copy of this ordinance, and any amendments thereto, to the Commissioner of Insurance, P.O. Box 517, Frankfort, Kentucky 40602.

SECTION 8. This Ordinance shall become effective on the first day of July, 2009 for the fiscal year beginning July 1, 2009. On the effective date of this Ordinance, all prior ordinances in conflict herewith are amended.

SECTION 9. This ordinance shall be published according to law.

First Reading: APRIL 8, 2008

Second Reading: MAY 13, 2008

s/s  
MAYOR  
CITY OF ORCHARD GRASS HILLS

Attest:

s/s  
City Clerk