



Insurance Premium Tax Act
**INSURANCE PREMIUM TAX
REGULATION**
B.C. Reg. 154/2016

Deposited and effective June 13, 2016
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Consolidated Regulations of British Columbia

This is an unofficial consolidation.

B.C. Reg. 154/2016 (O.C. 408/2016), deposited and effective June 13, 2016, is made under the *Insurance Premium Tax Act*, R.S.B.C. 1996, c. 232, ss. 15.1 and 41.

This is an unofficial consolidation provided for convenience only. This is not a copy prepared for the purposes of the *Evidence Act*.

This consolidation includes any amendments deposited and in force as of the currency date at the bottom of each page. See the end of this regulation for any amendments deposited but not in force as of the currency date. Any amendments deposited after the currency date are listed in the B.C. Regulations Bulletins. All amendments to this regulation are listed in the *Index of B.C. Regulations*. Regulations Bulletins and the Index are available online at www.bclaws.ca.

See the User Guide for more information about the *Consolidated Regulations of British Columbia*. The User Guide and the *Consolidated Regulations of British Columbia* are available online at www.bclaws.ca.

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Definition

- 1 In this regulation, “**Act**” means the *Insurance Premium Tax Act*.

Taxable insurer – prescribed insurer

- 2 For the purposes of paragraph (b) of the definition of “taxable insurer” in section 1 of the Act, the Insurance Corporation of British Columbia is a prescribed insurer.

Taxable insurer – prescribed class of insurers

- 3 (1) For the purposes of paragraph (c) of the definition of “taxable insurer” in section 1 of the Act, each of the following groups of persons constitutes a prescribed class of insurers:
 - (a) persons who are members of a reciprocal exchange, as defined in section 186 of the *Financial Institutions Act*, for which a permit under section 187 of that Act has been issued and is in effect;
 - (b) companies that are registered under the *Insurance (Captive Company) Act*;
 - (c) insurers that meet the requirements of subsection (2).
- (2) For the purposes of subsection (1) (c), an insurer must be a purely mutual corporation
 - (a) that is exempt from the application of Parts 1 to 10 of the *Financial Institutions Act*, and
 - (b) whose insurance business in British Columbia is restricted solely to the insurance of churches, schools or other religious or charitable institutions.

Taxable premium – approved medical services and health care plans

- 4 For the purposes of paragraph (d) of the definition of “taxable premium” in section 1 of the Act, a medical services or health care plan that meets the following criteria is approved:
 - (a) the plan is established and managed by an insurance company or an extraprovincial insurance corporation that

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- (i) is authorized to carry on insurance business under the *Financial Institutions Act*, and
 - (ii) is a non-profit corporation;
- (b) the plan provides for the payment of benefits directly to a person entitled to practise a designated health profession under the *Health Professions Act*.

Classes of insurance

- 5** For the purposes of the Act, “**accident and sickness insurance**”, “**aircraft insurance**”, “**automobile insurance**”, “**hail insurance**”, “**life insurance**” and “**marine insurance**” have the same meanings as in the Classes of Insurance Regulation under the *Financial Institutions Act*.

Instalment payments threshold

- 6** For the purposes of section 7 (1) of the Act, the amount prescribed is \$25 000.

Calculation of interest

- 7** For the purposes of sections 7 (5), 11 (2) and (3) and 15.1 (1) of the Act, interest payable on amounts due to the government must be
- (a) calculated at the rate prescribed under the Interest Rate under Various Statutes Regulation, B.C. Reg. 386/92, and
 - (b) calculated on a daily basis and compounded monthly.
[am. B.C. Reg. 229/2018, s. 1.]