

Determination of Coast Area Credit

Definitions:

New Policies are policies written that are new for 2008.

Essential Property Insurance only includes windstorm and hail on real property and/or contents.

Instructions:

1. Take Total Premiums collected from new policies written for Hancock, Harrison, Jackson, Pearl River, Stone and George Counties and multiply it by 75%. This will breakout the total premiums paid for property.
2. Then take the amount calculated in step 1 and multiply the amount by the following percentage dependent upon the category:

<u>Category</u>	<u>Written Premium</u>	<u>Windstorm and Hail %</u>
All Dwellings	Extended Coverage	60%
Farm Property Other Than Dwellings	Extended Coverage	95%
All of Commercial Mono-Line	Extended Coverage	95%
Homeowners	Total Premiums	40%
Farm Owners	Total Premiums	40%
Commercial Multi-Peril Policies	Extended Coverage	95%
Indivisible Premium Commercial Multi-Peril Policies	Total Premiums	35%

For example only:

Total Homeowners Premiums collected from new policies	\$50,000
Multiply by 75%	<u>.75</u>
Property Premiums collected	\$37,500
Multiply by 40%	<u>.40</u>
Windstorm and Hail %	\$15,000

3. Once the Windstorm and Hail % is calculated, this amount is then placed on the Mississippi Insurance Premium Tax Return Annual Reconciliation and Fifth Period (Form 66-067-07-1); Page 2 under Coast Area Credit; Line 1.