

117TH CONGRESS
1ST SESSION

H. R. 1968

To amend the Internal Revenue Code of 1986 to exempt from the foreign insurer excise tax certain insurance policies issued by United States territory and possession insurers.

IN THE HOUSE OF REPRESENTATIVES

MARCH 17, 2021

Miss GONZÁLEZ-COLÓN introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to exempt from the foreign insurer excise tax certain insurance policies issued by United States territory and possession insurers.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Puerto Rico Insurance
5 Excise Tax Exemption Act of 2021”.

1 **SEC. 2. CERTAIN INSURANCE POLICIES ISSUED BY UNITED**
2 **STATES TERRITORY AND POSSESSION INSUR-**
3 **ERS EXEMPT FROM FOREIGN INSURER EX-**
4 **CISE TAX.**

5 (a) IN GENERAL.—Section 4373 of the Internal Rev-
6 enue Code of 1986 is amended by adding at the end the
7 following new paragraph:

8 “(3) TERRITORIES AND POSSESSIONS.—Any
9 policy of insurance, indemnity bond, annuity con-
10 tract, or policy of reinsurance issued by a partner-
11 ship or corporation created or organized under the
12 laws of any territory or possession of the United
13 States, unless any of the hazards, risks, losses, or li-
14 abilities covered thereby are covered by a policy of
15 reinsurance issued by a foreign insurer or reinsurer
16 (other than such a partnership or corporation).”.

17 (b) EFFECTIVE DATE.—The amendments made by
18 this section shall apply to premiums paid after the date
19 of the enactment of this Act.

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