

TAX CREDIT ANALYSIS

Program Name: Missouri Health Insurance Pool Assessment Credit	Department: Insurance, Fin. Institutions & Professional Reg.	Date: 12/22/2009
Program Category: Domestic and Social	Type: Tax Credit <input checked="" type="checkbox"/> Other (specify) _____	
Statutory Authority: Section 376.975 RSMo.	Applicable Taxes: Premium Tax (GR portion) and Sales and Use Tax (HMOs)	

Program Description and Eligibility Requirements:
 The Missouri Health Insurance Pool serves Missouri residents who cannot purchase insurance in the regular market. All insurers issuing health insurance in the state are members of the pool. Individuals in the pool pay a premium and the difference between premiums paid and actual costs is assessed to members of the pool. The insurers are then allowed a tax credit against their tax liability. Credit may be carried forward until exhausted and is taken against the General Revenue portion of the premium tax.

Explanation of How Award is Computed: Entitlement Discretionary _____
 Credit is applied against premium tax due (sales and use tax for HMOs). If credit exceeds tax due, excess is carried forward until exhausted. Credit is taken against General Revenue portion of premium tax only.

Program Cap: Cumulative \$ _____ (remainder of cumulative cap) \$ _____ Annual \$ _____ None
Explanation of cap: n/a

Explanation of Expiration of Authority: n/a

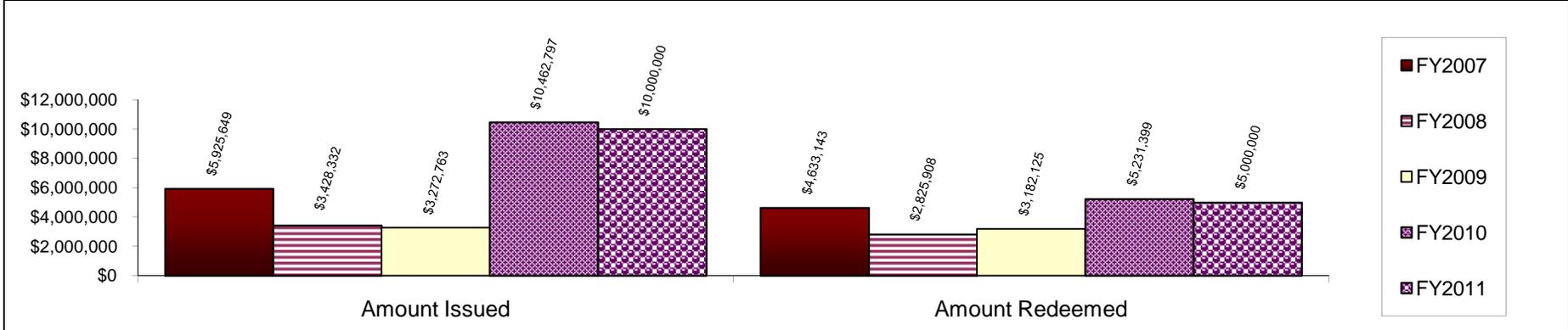
Specific Provisions: (if applicable)
 Carry forward (unlimited) years Carry Back _____ years Refundable _____ Sellable/Assignable _____ Additional Federal Deductions Available _____

Comments on Specific Provisions: Tax credit is carried forward until exhausted

	FY 2007 ACTUAL	FY 2008 ACTUAL	FY 2009 ACTUAL	FY 2010 (current year)	FY 2011 (budget year)
Certificates Issued (#)	n/a	n/a	n/a	n/a	n/a
Projects (#)	n/a	n/a	n/a	n/a	n/a
Amount Authorized	n/a	n/a	n/a	n/a	n/a
Amount Issued	\$5,925,649	\$3,428,332	\$3,272,763	\$10,462,797	\$10,000,000
Amount Redeemed ¹	\$4,633,143	\$2,825,908	\$3,182,125	\$5,231,399	\$5,000,000
EST. Amount Outstanding	N/A	N/A	\$8,996,085	N/A	N/A

¹ Estimated 50% of assessment will be redeemed in FY2010 and FY2011.

HISTORICAL AND PROJECTED INFORMATION



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Comments on Historical and Projected Information:

BENEFIT: COST ANALYSIS (includes only state revenue impacts)

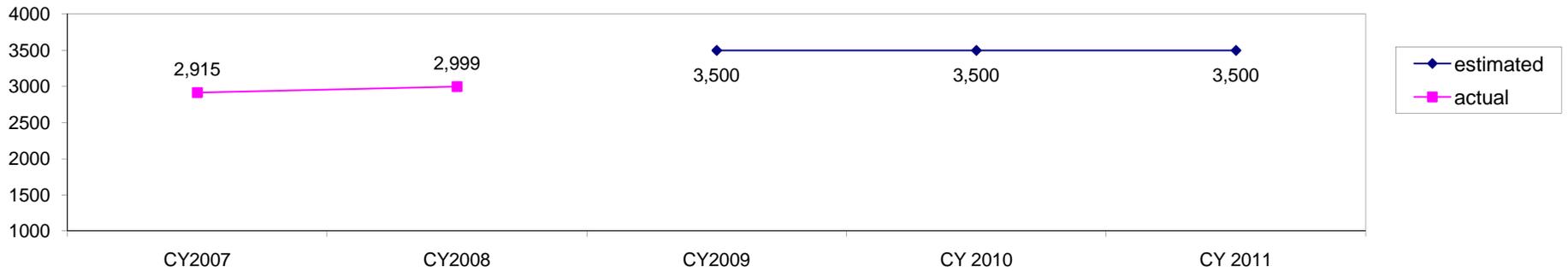
	FY 2009 ACTUAL	Other Fiscal Period (indicated time period)	Derivation of Benefits:			
BENEFITS	N/A					
Direct Fiscal Benefits						
Indirect Fiscal Benefits						
Total						
COSTS						
Direct Fiscal Costs	N/A					
Indirect Fiscal Costs						
Total						
BENEFIT: COST				N/A		

Other Benefits:

The Missouri Health Insurance Pool serves Missouri residents who, because of high risk status, are unable to obtain health care coverage, have been involuntarily terminated from their health care coverage or are being charged more than 150 percent of standard premiums for health care coverage. Without this pool, these individuals would be without health insurance coverage. The Missouri Health Insurance Pool Assessment Credit supports the activities of the pool.

PERFORMANCE MEASURE(S)

Missouri Health Insurance Pool Membership



Comments on Performance Measure: