



Date of January 1, 2023

Reconciliation of 2022 North Carolina Nonadmitted Premium

Dear Sir/Madam:

The North Carolina Department of Insurance (NCDI) and the North Carolina Surplus Lines Insurance Stamping Office (Stamping Office) request certain information regarding the nonadmitted insurance that was written in North Carolina for the year 2022.

On behalf of NCDI, the Stamping Office will be reconciling the premiums written by nonadmitted insurance companies with the premiums reported by North Carolina Surplus Lines Licensees.

North Carolina follows the "Home State" taxation and regulatory requirements that are outlined in the Nonadmitted and Reinsurance Reform Act (NRRRA) and as stipulated under N.C.G.S. 58-21-11.

Surplus Lines Licensees that transact business with nonadmitted insurers whereby North Carolina is the home state are required to file tax reports with the Stamping Office via its Surplus Lines Information Portal (SLIP). As an insurer on NCDI's Listing of Eligible Surplus Lines Insurers, you are requested to report your 2022 North Carolina home state gross premiums to the Stamping Office.

Insurers will submit policy data to the Stamping Office via the SLIP system. SLIP is accessible through the NCSLA website (<https://www.ncsla.com>). All eligible insurers will be sent their SLIP login information once the Stamping Office begins accepting insurer data submissions. If you do not receive a username and/or password, please contact the NCSLA.

Insurers have the following options for data submission via SLIP: (1) manual data entry or (2) multiple policy submission through a batch process. Insurers reporting a relatively small number of policies are ideal candidates for manual data entry in SLIP, while insurers reporting numerous policies may prefer to submit data in a batch format.

Data Requirements will be specific to the (manual or batch) submission type. Additional data requirements will be specified in the batch file format, available online at <https://www.ncsla.com>.

The Stamping Office reconciles the insurer/agent policy data that is submitted into SLIP. Please report the data as it appears on the Declaration Page. The following data is required for each policy:

- Policy Number
- Insured
- Premium (100% of the premium for NC “Home State” Policies)
- Transaction effective date
- Name of the entity that is responsible for the tax filing, i.e., the surplus lines insurance producer, agency, or broker.

Foreign insurers are requested to forward a copy of the 2022 Schedule T to the Stamping Office at [contact@ncsla.com](mailto:contact@ncsla.com). The Schedule T is used to confirm SLIP filings.

The deadline for policy data submission is April 1, 2023, for foreign insurers and June 1, 2023, for alien insurers. If you have any questions, please contact the NCSLA/Stamping Office by email at [contact@ncsla.com](mailto:contact@ncsla.com) or at (919) 746-8415.

We will be requesting this policy/premium data information on an annual basis. You may wish to establish and/or modify your internal procedures now to comply with future electronic reporting.

Sincerely,

A handwritten signature in black ink that reads "Mike Causey". The signature is written in a cursive, flowing style.

Mike Causey  
Commissioner