

**Correction to TSB-M-03(3)C,
New Deduction Under Article 33 of the Tax Law for Certain Reinsurance
Premiums, and Limited Opportunity for Refund of Tax Paid on These
Premiums**

This TSB-M is being issued to provide additional information to captive insurance companies that was not included in TSB-M-03(3)C, *New Deduction Under Article 33 of the Tax Law for Certain Reinsurance Premiums, and Limited Opportunity for Refund of Tax Paid on These Premiums*.

TSB-M-03(3)C explains that for taxable years beginning on or after January 1, 1990, insurance companies are allowed a deduction from gross direct premiums for certain reinsurance premiums received from insurers not authorized by the Superintendent of Insurance to transact business in New York State.

This deduction is available to captive insurance companies subject to tax under section 1502-b of the Tax Law.

Note that any claim for credit or refund based on these reinsurance premiums that would otherwise be barred by the statute of limitation must be filed by September 15, 2003.