

Name of Taxpayer (as shown on return)	Federal Employer Identification Number (FEIN)	Business Identification Number (BIN)
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Insurance companies that write workers' compensation insurance receive a credit against the excise tax. The credit is the lesser of the workers' compensation premium assessment or the excise tax on the profit attributable to the workers' compensation line of business (ORS 317.122). To compute the workers' compensation credit, complete this worksheet. Refer to the Property and Casualty Annual Report when filling out the worksheet.

Credit Worksheet (Lines 1–20)

1. Workers' compensation profit (loss) from page IEE-5, Insurance Expense Exhibit, Part II, line 16, column 41 1

Additions

2. State income tax (all jurisdictions). Any amounts based on income and included on page IEE-5, line 16, column 25 2

3. Penalty interest received by insurer from prepayment of loans. Any amounts not included in calculating the amounts on page 4 of the annual statement and relating to workers' compensation 3

4. Realized gain (loss) from sale or exchange of nonadmitted assets and related items. Amounts included in page 4 of the annual statement, line 26 and relating to workers' compensation 4

5. Decrease in mandatory reserves for workers' compensation. Enter the difference between the current year and prior year amounts 5

6. Decreases in reserves for workers' compensation from prior years from changes in bases or method and not included in the Statement of Income. Reserve changes taken directly to surplus on page 4 of annual statement as write-ins for line 36 relating to workers' compensation 6

7. **Total additions** (add lines 2 through 6) 7

Subtractions

8. Additional depreciation taken as a subtraction on Form 20-INS, relating to workers' compensation. See instructions in the Insurance Excise Tax Booklet 8

9. Amortized portion of service credits made to qualified employee plans or trusts relating to workers' compensation. See instructions in the Insurance Excise Tax Booklet 9

10. Increase in mandatory reserves for workers' compensation. See additions line 5 10

11. Increases in reserves from prior years from changes in bases or method and not included in the Statement of Income. See additions line 6 11

12. **Total subtractions** (add lines 8 through 11) 12

13. Total workers' compensation income (line 1 plus line 7, minus line 12) 13

14. Average apportionment factor (from apportionment worksheet, line 12) 14

15. Oregon workers' compensation taxable income (line 13 times line 14) 15

16. Oregon net losses available from prior years 16

17. Net Oregon workers' compensation taxable income (line 15 minus line 16) 17

18. Oregon corporate excise tax on workers' compensation income (line 17 times corporate tax rate; see current year corporation excise tax return for percentage) 18

19. Oregon workers' compensation premium assessment paid during tax year (ORS 656.612) 19

20. Your Oregon workers' compensation tax credit is the lesser of lines 18 or 19. Enter this amount on the workers' compensation credit line on Form 20-INS 20

Apportionment Worksheet (Lines 1–12)

Insurance Sales Factor

Direct workers' compensation premiums written:

- | | | |
|--|---|----------------------|
| 1. Oregon—total direct premiums written from page 26, Exhibit of Premiums and Losses, line 16, column 1 | 1 | <input type="text"/> |
| 2. Company wide—from page 8, Underwriting and Investment Exhibit Part 1B—Premiums Written, line 16, column 1 | 2 | <input type="text"/> |
| 3. Insurance Sales Factor (line 1 divided by line 2) | 3 | <input type="text"/> |

Wage and Commission Factor

- | | | |
|--|---|----------------------|
| 4. Personal services compensation paid—related to Oregon workers' compensation | 4 | <input type="text"/> |
| 5. Personal services compensation paid—related to all workers' compensation | 5 | <input type="text"/> |
| 6. Wage and Commission Factor (line 4 divided by line 5) | 6 | <input type="text"/> |

Real Estate Income and Interest Factor

- | | | |
|--|----|----------------------|
| 7. Net income from real property in Oregon related to Oregon workers' compensation. Use amounts included on page E-01, Schedule A—Part 1, column 14 minus column 15; and minus depreciation included in column 10, plus page E-03, Schedule A—Part 3, column 15 minus column 16; and minus depreciation included in column 7 | 7 | <input type="text"/> |
| 8. Gross interest received on loans secured by real property relating to workers' compensation located in Oregon. From page 12, Exhibit of Net Investment Income, line 3, column 1, then allocate amount applicable to Oregon mortgages | 8 | <input type="text"/> |
| 9. Net income from real property relating to workers' compensation company wide. Use amounts included on page E-01, Schedule A—Part 1, column 14 minus column 15; and minus depreciation included in column 10, plus page E-03, Schedule A—Part 3, column 15 minus column 16; and minus depreciation included in column 7 | 9 | <input type="text"/> |
| 10. Gross interest received on loans secured by real property relating to workers' compensation company wide. From page 12, Exhibit of Net Investment Income, line 3, column 1 | 10 | <input type="text"/> |
| 11. Real Estate Income and Interest Factor ([line 7 plus line 8] divided by [line 9 plus line 10]) | 11 | <input type="text"/> |
| 12. Average apportionment factor ([line 3 plus line 6 plus line 11] divided by 3*). Compute percent to 4 decimal places (e.g., 12.3456%). Enter on line 14 of credit worksheet | 12 | <input type="text"/> |

* Reduce the denominator of 3 by the number of factors with a zero denominator. *Example:* If an insurance company does not have real estate income or interest relating to the workers' compensation line of business, the real estate income and interest factor would have a zero denominator and the sum of the factors would be divided by 2.

Taxpayer assistance

Telephone: Salem **503-378-4988**
Toll-free within Oregon **1-800-356-4222**

Internet www.dor.state.or.us

E-mail: corp.help.dor@state.or.us

Write to: Oregon Department of Revenue
955 Center St NE
Salem OR 97301-2555

TTY (hearing or speech impaired; machine only): 503-945-8617 (Salem) or 1-800-886-7204 (toll-free within Oregon).

Americans with Disabilities Act (ADA): This information is available in alternative formats. Call 503-378-4988 (Salem) or 1-800-356-4222 (toll-free within Oregon).

Asistencia en español. Llame al 503-945-8618 en Salem o llame gratis al 1-800-356-4222 en Oregon.