

C. Tax Basis (G.S. 105-228.5)

The tax imposed on an insurer shall be measured by gross premiums from business done in this State during the calendar year. Finance charges are included in gross premiums. When insurers are ordered by the Department of Insurance to establish escrow accounts of possible premium overcharges, reductions in gross premiums are allowed after any refunds have been paid to insureds, not when the escrows are established.