

O. Penalties

If an insurer fails to file any return by the date it is due, the Secretary must assess a penalty equal to five percent (5%) of the tax if the failure is for not more than one month, with an additional five percent (5%) for each additional month, or fraction thereof, during which the failure continues. The maximum penalty is twenty-five percent (25%) in the aggregate, or five dollars (\$5), whichever is greater.

If an insurer fails to pay any tax when due, without intent to evade the tax, the Secretary must assess a penalty equal to ten percent (10%) of the tax. The penalty cannot be less than five dollars (\$5).

If an insurer knowingly and willfully fails to comply with any of the provisions in the General Statutes or the Administrative Code, the Secretary must assess a penalty equal to ten percent (10%) of the deficiency that is a result of the insurer's negligence.