**Section 2505.ILLUSTRATION B Calculation of Financial Regulation Fee for Affiliated Foreign or Alien Companies**

The following insurance companies are part of an affiliated group:

|  |  |
| --- | --- |
| Company A is a **foreign** life company that owes a financial regulation fee of | $30,000 |
| Company B is a **foreign** property and casualty company that owes a financial regulation fee of | $37,500 |
| Company C is a **foreign** property and casualty company that owes a financial regulation fee of | $30,000 |
| Company D is a **foreign** mutual property and casualty company that owes a financial regulation fee of | $37,500 |
| Company E is a **foreign** mutual life company that owes a financial regulation fee of | $37,500 |
| Company F is a **domestic** life company with a financial regulation fee of | $22,500 |

Pursuant to Section 2505.80(b)(2) of this Part, the **foreign** companies, in this example, companies A, B, C, D, and E, would total their financial regulation fees owed to determine if the amount of the **foreign** affiliated group's members' financial regulation fees are over $250,000. If the amount is over $250,000 the affiliated group must notify the Department by April 1 that it will be filing pursuant to Section 2505.80(b) of this Part and designate a foreign or alien member to pay the $250,000 financial regulation fee.

(Source: Amended at 29 Ill. Reg. 9477, effective July 1, 2005)