

Premium Tax increase in Prince Edward Island, effective January 1, 2017

The Prince Edward Island (PEI) department of Justice and Public Safety issued a [bulletin](#) on October 21, 2016 announcing an increase to the premium tax rate, effective January 1, 2017. The PEI premium tax will now be 3.75% versus the previous rate of 3.50%.

What this means for you

Below is an overview of the impact, when there are plan members living in PEI.

1. **Refund Financial Statements** will include a pro-rated premium tax rate to reflect the tax rate in force before and after January 1, 2017, the effective date of the tax rate change.
2. **Group insurance premium rates renewals** released December 2016 or later will include the new premium tax rate. Premium rates under an extended rate guarantee will be adjusted when the guarantee period has ended.

Questions?

Contact your Sun Life Financial group benefits representative.