



# FINANCIAL SERVICES

## - Insurance Tax Bulletin

PRICEWATERHOUSECOOPERS 

### IRS Seeks Comments on Split-dollar Life Insurance Arrangements

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Alert Number: 08-36

The IRS announced on April 10, 2008 that they are soliciting comments concerning an existing final regulation, REG-164754-01, Split-Dollar Life Insurance Arrangements.

These regulations relate to the income, employment, and gift taxation of split-dollar life insurance arrangements. The final regulations provide needed guidance to persons who enter into split-dollar life insurance arrangements.

All written comments, which will become a matter of public record, should address or include the following:

- a) Include OMB reference number 1545-1792
- b) Whether the collection of information is necessary for the proper performance of the functions of the agency, including whether the information shall have practical utility
- c) The accuracy of the agency's estimate of the burden of the collection of information
- d) Ways to enhance the quality, utility, and clarity of the information to be collected
- e) Ways to minimize the burden of the collection of information on respondents, including through the use of automated collection techniques or other forms of information technology
- f) Estimates of capital or start-up costs and costs of operation, maintenance, and purchase of services to provide information

**PwC Observes:** The Service has put a deadline of June 9, 2008 for comments so action should be taken soon.

For additional information please call Anthony DiGilio at (202) 414-1702 or contact your local insurance tax professional. Please visit us at: <http://www.pwc.com/us/insurance/tax>

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