

# Arizona



## 201

CAPTIVES  
LICENSED  
IN DOMICILE

## \$11.9B

GROSS  
WRITTEN  
PREMIUM

## Regulation

**Regulator:** Arizona Department of Insurance & Financial Institutions (DIFI)

**Minimum Capital Requirement:** \$250,000-\$500,000, depending on captive type; pure reinsurers pay 50% of corresponding fee

**Intercompany Loans:** Yes

## Governance

**Meeting Requirements:** 1 board meeting per year in the state of Arizona

**Resident Director Requirement:** Resident director (for stock corporations) or resident manager (for LLCs); resident statutory agent

**Unique Requirements:** Must maintain principal place of business & keep books & records within the state of Arizona; must have a captive manager in Arizona

## Tax & Costs\*

**Application Fees:**

**Initial Captive License & per Protected Cell (PCC):** \$1,000

**Examiners' Revolving Fund Deposit:** \$100

**Charter (Articles) Document Filing:** \$75

**Articles of Incorporation/Organization Filing:** \$60 (payable to Arizona Corporation Commission)

**Captive Insurer Annual License Renewal:** \$5,500

**Protected Cell Annual Renewal:** \$2,500

**Financial Examination (When Required):** Varies based on cost

**Premium Tax:** No

*\*Depending upon the type of captive, other fees may apply.*

## Filing Requirements

**Annual Report:** March 31 (RRGs subject to quarterly reporting on May 15, August 15, & November 15)

**Actuarial Opinion:** An actuarial opinion on the adequacy of loss & loss expense reserves must accompany the annual report

**Annual Audit:** No later than 6 months following FYE

**Survey of Arizona Domestic Insurers (Form E-LRTF)**

## Captive Types

Pure Captive (Includes Reinsurers)  
Branch Captive Insurer  
Industry Group  
Protected Cell Company (PCC)  
Risk Retention Group (RRG)  
Association  
Agency

# Self-Procurement Tax

No

## Examinations

**Frequency:** DIFI may conduct a limited or full-scope examination at their discretion

*All information acquired from the Arizona DIFI website. For more information, please contact the state insurance department directly.*



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### ABOUT SRS

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*With over 25 years' experience, SRS provides management and consulting services to a wide range of insurance company structures, from single-parent captives to complex commercial insurers and reinsurers. SRS has operations in North America, South America, Europe, Barbados, Bermuda, Canada, Cayman Islands, and South Africa.*