

South Carolina



231

CAPTIVES
LICENSED
IN DOMICILE

\$3.2B

GROSS
WRITTEN
PREMIUM

Regulation

Regulator: South Carolina Department of Insurance (SCDOI)

Minimum Capital Requirement: \$250,000-\$750,000, depending on captive type

Intercompany Loans: Permitted, subject to regulatory approval

Governance

Meeting Requirements: 1 board meeting per year in the state of South Carolina, with a majority of directors physically present (first meeting must take place within 12 months of licensure)

Resident Director Requirement: Yes

Unique Requirements: Obtain a license from the SCDOI & provide them with an annual report; incorporate your company with the South Carolina Secretary of State's Office to ensure captive operations are within the state's regulations

Tax & Costs

Application Fee: Captives - \$200, SPFCs - \$12,000

Processing Fee: Captives - \$0, SPFCs - \$200

Licensing Fee: Captives - \$300 (year 1); \$500 (renewal), SPFCs - \$300 (year 1); \$500 (renewal)

Review Fee: Captives - \$4,000, SPFCs- \$2,400 annually

Premium Tax: Captives - up to \$20M at 0.40%; next \$20M at 0.30%, SPFCs - up to \$20M at 0.225%; next \$20M at 0.15%

Minimum Premium Tax: \$5,000

Maximum Premium Tax: \$100,000

Filing Requirements – Captives (Non-RRGs, Non-SPFCs)*

Annual Return: March 1

Actuarial Opinion: June 30

Premium & Maintenance Tax Returns: March 1

Annual Audit: June 30

Updated Projections: Initial 5-year projection with application, then every 3-5 years

*RRGs & SPFCs have their own filing structure. Please visit the SCDOI website for more information.

Captive Types

Captives

Special Purpose Financial Captive Filings (SPFCs)

Risk Retention Groups (RRGs)

Self-Procurement Tax

6%

Director & Officer Requirements

Resident Director: South Carolina requires at least 1

Examinations

Frequency: Once within 3 years of licensure, then as needed (except for RRGs, which are examined every 5 years)

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

ABOUT SRS

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