

Steps to Forming a Captive Insurance Company in Missouri

1. Call or email John Rehagen, Captive Program Manager at (573) 522-2563, john.rehagen@insurance.mo.gov, to discuss your proposed captive and obtain feedback and additional information from the Department.
2. Prepare documents required for organization or incorporation in Missouri. Advice of a local attorney may be necessary.
3. Prepare documents necessary to complete the captive application.
4. Submit two copies of the information required under steps 2 and 3 to the Missouri Department of Insurance, Financial Institutions and Professional Registration: Attention Captive Program Manager. Include the \$7,500 licensing fee. (This is fully deductible from future premium taxes).
5. Petition the Director to issue a Certificate of General Good. The factors that will be reviewed prior to issuing the Certificate are detailed under sections 379.1310.4.
6. Present the Certificate of General Good and organizational documents noted in step 2 to the Missouri Secretary of States office along with the fee required to incorporate or organize the captive.
7. Place minimum capital in a Federal or State bank located in Missouri and provided evidence of deposit to the Department.
8. Receive notification from the contracted actuarial review firm as to the cost and timing of the issuance of its Actuarial Feasibility Opinion. The maximum review fee is \$4,000.
9. Upon issuance of the actuarial feasibility opinion, the applicant will be invoiced the quoted cost and must pay the fee directly to the contracted actuarial firm.
10. The Department will notify the applicant when the license has been issued, usually in about 30 days from completed application receipt.

Steps to Forming a Special Purpose Life Reinsurance Captive

Steps 1-3 and 7-8 are the same for all captive types.

4. Submit two copies of the information required under steps 2 and 3 to the Missouri Department of Insurance, Financial Institutions and Professional Registration: Attention Captive Program Manager. Include the \$10,000 application fee. (This is fully deductible from future premium taxes due).

Steps 5 & 6 do not apply to Special Purpose Life Reinsurance Captives.

7. Receive notification from the contracted actuarial review firm as to the cost and timing of the issuance of its Actuarial Feasibility Opinion. The maximum review fee is \$20,000.
9. Upon Department direction, submit \$7,500 licensing fee for license issuance. (This is fully deductible from future premium taxes due). Mandated decision time is 60 days from completed application receipt.

Additional Requirements

1. If your captive will be using a management firm, that management firm must be approved by the Department. The management firm can contact the Captive Program Manager for details.
2. Your CPA firm must be approved prior to conducting your audit
3. The actuary you decide to use to render an opinion on reserves must be approved prior to issuing the opinion on reserves.

Link to all forms noted above: <http://www.insurance.mo.gov/InsuranceProgram/Index.htm>