Missouri Captive Insurance Program

SHOW ME - MISSOURI CAPTIVE FACTS
BIG ENOUGH TO KNOW THE INDUSTRY | SMALL ENOUGH THAT EVERY CAPTIVE MATTERS

Missouri Has Issued 78 Captive Licenses

52 Active

As of 7/1/2021

Captive Owners by Location

Western 8
Central 16
Eastern 28
Total 52

Missouri’s Simple Fee Structure

Captive Company Fees

Initial department review and license issue $7,500
Annual license renewal (April 1) $7,500
Actuarial application review fee $4,500 Maximum

Special Purpose Life Reinsurance Captive Fee

Initial application review fee $10,000
Initial licensing fee $7,500
Annual license renewal (March 1) $7,500
Actuarial application review fee $8,000 Maximum

Captive Structures

<table>
<thead>
<tr>
<th>Type</th>
<th>Structure</th>
<th>Minimum Capitalation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pure</td>
<td>stock insurer, non-profit corporation or limited liability company</td>
<td>$250,000</td>
</tr>
<tr>
<td>Association</td>
<td>stock insurer, mutual insurer, limited liability company or reciprocal</td>
<td>$500,000</td>
</tr>
<tr>
<td>Industrial Insured</td>
<td>stock insurer, mutual insurer or a limited liability</td>
<td>$500,000</td>
</tr>
<tr>
<td>Branch</td>
<td>Alien captive insurer licensed to insure the same risks as a pure captive for its branch operations in Missouri</td>
<td>$250,000</td>
</tr>
<tr>
<td>Sponsored or Cell</td>
<td>The core may be incorporated as a stock insurer, mutual insurer or a limited liability company</td>
<td>$500,000</td>
</tr>
<tr>
<td>Special Purpose Life Insurance</td>
<td>stock corporation, a Missouri statutory close corporation, limited liability company or other form approved by the Director</td>
<td>$500,000</td>
</tr>
</tbody>
</table>

All life, accident and health and annuity insurance products and most commercial property and casualty coverage can be insured or reinsured through your Missouri captive, subject to all state and federal requirements. No direct writing of workers compensation, employer’s liability, private passenger automobile or homeowners insurance coverages are allowed. However, Missouri captives may reinsure qualified self-funded workers compensation plans or provide excess workers compensation coverage.

Captive Insurance Company Premium Tax Rate

<table>
<thead>
<tr>
<th>Tax Rate</th>
<th>Direct Premium</th>
<th>Assumed Premium</th>
</tr>
</thead>
<tbody>
<tr>
<td>$0 to $20 million</td>
<td>0.380%</td>
<td>0.214%</td>
</tr>
<tr>
<td>$20 million to $40 million</td>
<td>0.285%</td>
<td>0.143%</td>
</tr>
<tr>
<td>$40 million to $60 million</td>
<td>0.190%</td>
<td>0.048%</td>
</tr>
<tr>
<td>$60 million plus</td>
<td>0.072%</td>
<td>0.024%</td>
</tr>
</tbody>
</table>

Premium tax filings are due Feb. 1; captives under common control may combine.

Taxes due will be certified by DCI and assessed to the company by March 31. Make checks payable to the Missouri Department of Revenue and remit taxes by May 1.

Minimum premium tax is $7,500; maximum premium tax is $200,000 for combined group.

Contact him directly to discuss why Missouri is the place to domicile your captive.

INSURANCE.MO.GOV/CAPTIVE
573-522-9932
SAM.KOMO@INSURANCE.MO.GOV

A single point of contact with

SAM KOMO
MISSOURI CAPTIVE MANAGER