



**Captive Insurance Division**  
**Arizona Department of Insurance**  
 100 North 15<sup>th</sup> Avenue, Suite 102  
 Phoenix, Arizona 85007-2624

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<https://insurance.az.gov>

# CAPTIVE INSURANCE DIVISION

## Facts and Statistics as of August 31, 2019

<b>Applicable Law:</b>	Arizona Revised Statutes §20-1098 <i>et seq.</i> and other applicable parts of Title 20.	
<b>Permitted Coverages:</b>	Commercial property and casualty, surety, life and disability	
<b>Organizational Structures:</b>	Stock, mutual, reciprocal, nonprofit, or limited Liability company	
<b>Minimum Required Capital and Surplus:</b>	Pure captive	\$250,000
	Association or industry group	\$500,000
	Risk retention group	\$500,000
	Agency captive	\$500,000
	Protected cell	\$500,000
	Pure reinsurers	50% of the above-indicated amounts
<b>Fees</b>	Initial license	\$1,000
	Examiners' Revolving Fund deposit	\$100
	Charter document filing fee	\$75
	Articles of Incorporation filing fee (payable to AZ Corporation Commission)	\$60
	License renewal (annual)	\$5,500
	Financial examination	Varies - Based on cost
<b>Captive Insurance Division Contacts</b>	Vincent Gosz, Chief Captive Analyst Rae Hughes, Captive Analyst Stephen Briggs, Captive Program Development Francine Martinez, Administrative Assistant Captive Insurance Division 100 North 15 <sup>th</sup> Avenue, Suite 102 Phoenix, AZ 85007-2624 (602) 364-4490	
<b>Web</b>	<a href="https://insurance.az.gov/insurers/licensingregistration/captive-insurerdomestic-rrg">https://insurance.az.gov/insurers/licensingregistration/captive-insurerdomestic-rrg</a>	

## **ARIZONA'S ADVANTAGES**

- Flat rate fees provide cost effective application and regulation processes
- No insurance premium tax
- Small-company exemption of annual actuarial opinion and audit requirements may apply
- No routine statutory exam for pure captives
- Pro-business environment
- Balance between competitive law and appropriate regulatory oversight
- Experienced team of professionals with collaborative industry relationship

## **ARIZONA'S REQUIREMENTS**

- Permissible lines of business with underwriting authority
- Payment of fees
- At least one directors' meeting annually in Arizona
- Maintain principal place of business in Arizona
- Arizona captive manager
- Books and records in Arizona
- Minimum capital and surplus
- Resident statutory agent
- Financial reporting requirements

## STATISTICS

### Cumulative Growth by Year as of August 31, 2019

Year	Licenses Issued	Licenses Terminated	Change to Population	Cumulative Count	Population Growth %
2019	4	3	1	125	1%
2018	8	5	3	124	2%
2017	11	3	8	121	7%
2016	7	4	3	113	3%
2015	7	11	-4	110	-4%
2014	13	5	8	114	8%
2013	9	3	6	106	6%
2012	8	6	2	100	2%
2011	4	3	1	98	1%
2010	8	10	-2	97	-2%
2009	7	14	-7	99	-7%
2008	18	5	13	106	14%
2007	25	2	23	93	33%
2006	21	4	17	70	32%
2005	17	1	16	53	43%
2004	24	2	22	37	147%
2003	14	3	11	15	275%
2002	4	0	4	4	
<b>TOTALS</b>	<b>209</b>		<b>125</b>		

## Distribution by Captive Type

Type of Captive	As of August 31, 2019		December 31, 2018		December 31, 2017		December 31, 2016	
	Count	Percent of Total	Count	Percent of Total	Count	Percent of Total	Count	Percent of Total
Pure	81	65%	82	66%	80	66%	73	65%
Pure - Reinsurance	23	18%	21	17%	22	18%	21	19%
Industry Group	5	4%	5	4%	5	4%	4	4%
Association	2	2%	2	2%	2	2%	2	2%
Agency	1	1%	1	1%	1	1%	2	2%
Protected Cell	2	2%	2	2%	1	1%	1	1%
RRG	11	9%	11	9%	10	8%	10	9%
<b>Totals</b>	<b>125</b>	<b>100%</b>	<b>124</b>	<b>100%</b>	<b>121</b>	<b>100%</b>	<b>113</b>	<b>100%</b>

## Distribution by Industry Classification

Industry Classification	As of August 31, 2019		December 31, 2018		December 31, 2017		December 31, 2016	
	Count	Percent of Total	Count	Percent of Total	Count	Percent of Total	Count	Percent of Total
Health Care and Social Assistance	28	22%	28	23%	27	22%	25	22%
Construction	15	12%	17	14%	17	14%	15	13%
Finance and Insurance	28	22%	27	22%	27	22%	25	22%
Transportation and Warehousing	9	7%	9	7%	8	7%	7	6%
Manufacturing	12	10%	11	9%	10	8%	9	8%
Retail Trade	6	5%	4	3%	4	3%	5	4%
All Other	27	22%	28	23%	28	23%	27	24%
<b>Totals</b>	<b>125</b>	<b>100%</b>	<b>124</b>	<b>100%</b>	<b>121</b>	<b>100%</b>	<b>113</b>	<b>100%</b>

## Non-RRG vs. RRG Classification by Industry

Industry Classification	Non-RRG Captives		RRG Captives		Total Captives		Non-RRG vs. RRG	
	Count	Percent of Total	Count	Percent of Total	Count	Percent of Total	Non-RRG %	RRG %
Health Care and Social Assistance	18	16%	10	91%	28	22%	64%	36%
Construction	15	13%	0	0%	15	12%	100%	0%
Finance and Insurance	28	25%	0	0%	28	22%	100%	0%
Transportation and Warehousing	8	7%	1	9%	9	7%	89%	11%
Manufacturing	12	11%	0	0%	12	10%	100%	0%
Retail Trade	6	5%	0	0%	6	5%	100%	0%
All Other	27	24%	0	0%	27	22%	100%	0%
<b>Totals</b>	<b>114</b>	<b>100%</b>	<b>11</b>	<b>100%</b>	<b>125</b>	<b>100%</b>	<b>91%</b>	<b>9%</b>

## CAPTIVE INSURANCE COMPANIES

ARS §20-1098.23 allows the Department to release the name of the captive insurer, the date licensed, the type of captive insurer, the industry of the owners or members and the license status. Following is a list of captives holding an active license in the State of Arizona.

Captive's Name	Industry Group	Year Licensed	Captive Type
1224 Insurance Company	Transportation and Warehousing	2018	Pure - Reinsurance
1873 Group, Inc.	Construction	2010	Pure
Acressa Insurance, Inc.	Finance and Insurance	2015	Pure
Advanced Physicians Insurance RRG	Health Care and Social Assistance	2004	RRG
Alaska Builders Captive Insurance Co.	Construction	2017	Industry Group
Allied Professionals Insurance Co. RRG	Health Care and Social Assistance	2003	RRG
American Association of Orthodontists RRG	Health Care and Social Assistance	2009	RRG
American Honda Insurance Corp.	Manufacturing	2007	Pure
American Medical Insurance, Inc.	Healthcare and Social Assistance	2017	Pure
American Pride Captive Insurance Company	Health Care and Social Assistance	2004	Pure
Apple Insurance Company, Inc.	Manufacturing	2008	Pure
Applied Medico-Legal Solutions RRG	Health Care and Social Assistance	2003	RRG
AquaGuardian Insurance Company, Inc.	Construction	2010	Association
Arizona Health Reciprocal Insurance Company	Health Care and Social Assistance	2014	Industry Group
Associated Insurance Company for Excess (AICE)	Administrative and Support	2007	Pure
Best Practices Re, Inc.	Healthcare and Social Assistance	2013	Pure - Reinsurance
Big Sky Reinsurance, Inc.	Educational Services	2014	Pure
Biscayne Assurance Company	Real Estate Rental and Leasing	2017	Pure
Black Diamond Insurance, Inc.	Arts, Entertainment, and Recreation	2009	Pure
Brendan's Journey Assurance, Inc.	Retail Trade	2015	Pure
Broadway Insurance Company	Manufacturing	2018	Pure
BRS Insurance Co.	Accommodation and Food Services	2010	Pure

Captive's Name	Industry Group	Year Licensed	Captive Type
California Medical Group RRG	Health Care and Social Assistance	2004	RRG
Cambridge Arizona Insurance Company	Health Care and Social Assistance	2008	Pure
Cast Captive Insurance Co.	Transportation and Warehousing	2004	Pure
Central Farmers Insurance, Inc.	Manufacturing	2014	Pure
Centurion Medical Liability Protective RRG	Health Care and Social Assistance	2004	RRG
Charitable Service Providers Reciprocal Group Captive	Health Care and Social Assistance	2004	Industry Group
Charter Life Insurance Co., Inc.	Finance and Insurance	2005	Protected Cell
Cherokee Guarantee Company, Inc. A Risk Retention Group	Health Care and Social Assistance	2012	RRG
Companion Reinsurance, LLC	Finance and Insurance	2017	Pure - Reinsurance
Crestmont Insurance Co.	Membership Organizations	2015	Pure
CS Insurance Co.	Finance and Insurance	2017	Pure
CS Life RE Company	Finance and Insurance	2014	Pure - Reinsurance
CST Insurance Company	Finance and Insurance	2014	Agency
Cypress Insurance Company	Manufacturing	2008	Pure
Day One Insurance, Inc.	Retail Trade	2016	Pure
DB Selective Insurance Group Inc.	Construction	2006	Pure
Diversified Insurance Co.	Construction	2006	Pure
DMG Insurance Co.	Health Care and Social Assistance	2007	Pure
Drake Property & Casualty Insurance Company	Finance and Insurance	2014	Pure - Reinsurance
Earl Grey Insurance Company, Inc.	Manufacturing	2012	Pure
Embassy Insurance Corp.	Construction	2005	Pure
EQ AZ Life Re Company	Finance and Insurance	2018	Pure - Reinsurance
Escoba Insurance Company	Construction	2006	Pure
Fairway Insurance Company	Arts, Entertainment, and Recreation	2005	Pure
Fort Maitland Assurance Company	Construction	2016	Pure
Fort Wayne Medical Assurance Company RRG	Health Care and Social Assistance	2006	RRG

<b>Captive's Name</b>	<b>Industry Group</b>	<b>Year Licensed</b>	<b>Captive Type</b>
<b>Foodservice Insurance Group</b>	Accommodation and Food Services	2009	Industry Group
<b>GFN Insurance Corporation</b>	Equipment Rental and Leasing	2016	Pure - Reinsurance
<b>Gibraltar Universal Life Reinsurance Company</b>	Finance and Insurance	2017	Pure - Reinsurance
<b>Gulf Atlantic Casualty Insurance Co.</b>	Construction	2014	Pure
<b>HBM Global Risk Corp.</b>	Accommodation and Food	2015	Pure
<b>Healthcare Captive Insurance Co.</b>	Health Care and Social Assistance	2004	Pure
<b>HealthIQ Re, Inc.</b>	Finance and Insurance	2018	Pure - Reinsurance
<b>Hearing Protection Insurance Company</b>	Retail Trade	2019	Pure - Reinsurance
<b>Heartland Risk Management Company</b>	Health Care and Social Assistance	2012	Pure
<b>Heinz-Noble, Inc.</b>	Manufacturing	2014	Pure
<b>Hospitality Ins. Solutions, Inc.</b>	Accommodation and Food Services	2006	Pure
<b>Huntington Captive Ins. Co.</b>	Finance and Insurance	2006	Pure
<b>Hyundai Capital Insurance Company</b>	Manufacturing	2012	Pure
<b>Independent Innovative Captive Insurance Company</b>	Retail Trade	2005	Pure - Reinsurance
<b>Jameson Insurance Company</b>	Transportation and Warehousing	2013	Pure
<b>Kamila Insurance Company</b>	Finance and Insurance	2014	Pure
<b>Maricopa Captive Insurance Co., Inc.</b>	Construction	2005	Pure
<b>Med Realty Insurance, LLC</b>	Real Estate	2017	Pure
<b>MG Insurance Captive, Inc.</b>	Finance and Insurance	2019	Pure
<b>Mid-Atlantic Underwriting, Inc.</b>	Food and Kindred Products	2016	Pure
<b>Miranda Insurance Company, Inc.</b>	Real Estate	2014	Pure
<b>Mohave Transportation Insurance Co.</b>	Transportation and Warehousing	2006	Pure
<b>Northwestern Arizona Regional Insurance Co.</b>	Health Care and Social Assistance	2007	Pure
<b>NW Re, Ltd.</b>	Wholesale Trade	2009	Pure
<b>OHSU Insurance Company</b>	Health Care and Social Assistance	2008	Pure
<b>Orange County Medical Reciprocal Ins. Co. RRG</b>	Health Care and Social Assistance	2004	RRG
<b>Osprey Insurance</b>	Manufacturing	2007	Pure



Captive's Name	Industry Group	Year Licensed	Captive Type
Pacific Annuity Reinsurance Co.	Finance and Insurance	2012	Pure
Pacific Captive Insurance Co.	Agriculture, Forestry, and Fishing	2004	Industry Group
Paragon Insurance Co.	Construction	2005	Pure
PCR Insurance Co.	Construction	2008	Pure
Pearl City Insurance Company	Manufacturing	2017	Pure
Peconic Indemnity Co.	Finance and Insurance	2004	Pure
Penn-Ohio Life Insurance Co.	Finance and Insurance	2007	Pure - Reinsurance
Perimeter Insurance Company, Inc.	Construction	2008	Pure
PIC Risk, Inc.	Transportation and Warehousing	2015	Pure - Reinsurance
Pleiades Insurance Co., Ltd.	Manufacturing	2019	Pure
Providence Assurance Inc.	Health Care and Social Assistance	2007	Pure
Prudential Arizona Reinsurance Captive Co.	Finance and Insurance	2004	Pure - Reinsurance
Prudential Arizona Reinsurance Term Company	Finance and Insurance	2010	Pure - Reinsurance
Prudential Arizona Reinsurance Universal Company	Finance and Insurance	2011	Pure - Reinsurance
Prudential Term Reinsurance Company	Finance and Insurance	2014	Pure - Reinsurance
Prudential Universal Reinsurance Company	Finance and Insurance	2013	Pure - Reinsurance
QCS Insurance Co.	Wholesale Trade	2006	Association
Red Rock RRG	Transportation and Warehousing	2010	RRG
Risk Resources Ltd.	Manufacturing	2007	Pure
Riverside Captive Insurance Company	Retail Trade	2004	Pure
Roaring River II, Inc.	Finance and Insurance	2016	Pure - Reinsurance
Rocky Range, Inc.	Finance and Insurance	2018	Pure - Reinsurance
Royal Assurance, Inc.	Transportation and Warehousing	2008	Pure
Saguaro National Captive Insurance Co.	Administrative and Support; Waste Management and Remediation	2004	Pure
S&S Lock Insurance (Arizona) Co.	Manufacturing	2018	Pure
SC Insurance Company	Health Care and Social Assistance	2010	Pure

Captive's Name	Industry Group	Year Licensed	Captive Type
Security Life of Denver International	Finance and Insurance	2013	Pure - Reinsurance
SIS Insurance, Inc.	Professional, Scientific & Technical Services	2015	Pure
Social Services Providers Captive Ins. Co.	Health Care and Social Assistance	2005	Pure - Reinsurance
South States Insurance Company, Inc.	Construction	2009	Pure
Spackler Insurance Company	Professional Services	2014	Pure
SRP Captive Risk Solutions, Ltd.	Utilities	2003	Pure
Standardbearer Insurance Company, Inc.	Healthcare and Social Assistance	2013	Pure
STI Captive, LLC	Real Estate	2017	Pure
Supplemental Re Company	Finance and Insurance	2018	Protected Cell
Tenn Re	Transportation and Warehousing	2008	Pure
TGG Captive Insurance Co.	Health Care and Social Assistance	2002	Pure
The Medical Alliance Insurance Company	Health Care and Social Assistance	2013	Pure
Titan Risk Retention Group, Inc.	Health Care and Social Assistance	2018	RRG
TPC Insurance Services, Inc.	Construction	2009	Pure
Transcontinental Surety, Inc.	Transportation and Warehousing	2017	Pure
UB Insurance, Inc.	Retail Trade	2019	Pure
United Insurance Services, Inc.	Finance and Insurance	2014	Pure
Universal Prudential Arizona Reinsurance Company	Finance and Insurance	2006	Pure - Reinsurance
VWFS Insurance Services, Inc.	Manufacturing	2016	Pure
Washington & Michigan Insurance, Inc.	Finance and Insurance	2008	Pure
WinSure Captive Insurance Company	Agriculture	2016	Industry Group
Xenia Assurance Company, Inc.	Accommodation and Food	2013	Pure
Xpress Assurance, Inc.	Transportation and Warehousing	2007	Pure
Yuma Regional Health System Insurance LLC	Healthcare and Social Assistance	2017	Pure