
A BILL FOR AN ACT

RELATING TO CAPTIVE INSURANCE COMPANIES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 431:19-101, Hawaii Revised Statutes, is
2 amended by amending the definitions of "affiliated "entity",
3 "association", "member organization", and "parent" to read as
4 follows:

5 "Affiliated entity" means any company, person, or other
6 [~~legal~~] entity in the same corporate system as a parent or a
7 member organization by virtue of common ownership, control,
8 operation, or management, or, in the case of a pure captive
9 insurance company, [~~that maintains a working relationship with,~~
10 ~~and~~] whose [~~business~~] risks insured by the pure captive insurance
11 company are [~~similar or related to the business risks of, the~~
12 ~~parent insured by the pure captive insurance company.~~] directly
13 or indirectly controlled by the parent or an affiliate of the
14 parent of a pure captive insurance company.

15 "Association" means any legal association of individuals,
16 corporations, limited liability companies, partnerships, [~~or~~]
17 associations, or other entities, except labor organizations, the
18 member organizations of which [~~collectively.~~] or which does



1 itself, whether or not in conjunction with some or all of the
2 member organizations:

3 (1) Own, control, or hold with power to vote all of the
4 outstanding voting securities of an association captive
5 insurance company incorporated as a stock insurer; [~~or~~]

6 (2) Have complete voting control over an association
7 captive insurance company incorporated as a mutual
8 insurer[~~-~~]; or

9 (3) Constitute all of the subscribers of an association
10 captive insurance company formed as a reciprocal
11 insurer.

12 "Member organization" means any individual, corporation,
13 limited liability company, partnership, [~~or~~] association, or
14 other entity that belongs to an association.

15 "Parent" means a [~~company,~~] corporation, limited liability
16 company, partnership, [~~person, or~~] other [~~legal~~] entity, or
17 individual, that directly or indirectly owns, controls, or holds
18 with power to vote more than fifty per cent of the outstanding
19 voting [~~securities~~] interests of a pure captive insurance
20 company[~~-~~] organized as a stock corporation, nonprofit
21 corporation, or limited liability company."



1 SECTION 2. Section 431:19-102, Hawaii Revised Statutes, is
2 as follows:

3 1. By amending subsections (a), (b), and (c) to read:

4 "(a) Any captive insurance company, when permitted by its
5 articles of association, ~~[or]~~ articles of incorporation, articles
6 of organization, or other organizational document, may apply to
7 the commissioner for a certificate of authority to do any and all
8 insurance set forth in subsection (h); provided that:

- 9 (1) No pure captive insurance company may insure any risks
10 other than those of its parent and affiliated entities;
- 11 (2) No association captive insurance company may insure any
12 risks other than those of the member organizations of
13 its association and their affiliated entities;
- 14 (3) No captive insurance company may provide personal motor
15 vehicle or homeowner's insurance coverage or any
16 component thereof, other than as employee benefits for
17 the employees of a parent, association, or its members,
18 and their respective affiliated entities; or as
19 reinsurance as may be allowed under this article; and
- 20 (4) No captive insurance company may accept or cede
21 insurance except as provided in section 431:19-111.



1 (b) No captive insurance company shall do any insurance
2 business in this State unless:

3 (1) It first obtains from the commissioner a certificate of
4 authority authorizing it to do insurance business in
5 this State;

6 (2) Its board of directors, subscribers' advisory
7 committee, or other governing body holds at least one
8 meeting each year in this State;

9 (3) It maintains its principal place of business and
10 registered office in this State, except that a branch
11 captive insurance company need only maintain the
12 principal place of a business unit in this State; and

13 (4) It designates a registered resident agent in accordance
14 with chapter 414 [~~or~~], 414D, or 428, as applicable, to
15 accept service of process and to otherwise act on its
16 behalf in this State. Whenever the registered resident
17 agent cannot, with reasonable diligence, be found at
18 the registered office of the captive insurance company,
19 the commissioner shall be an agent of the captive
20 insurance company upon whom any process, notice, or
21 demand may be served in accordance with section 431:2-
22 206.



1 (c) Before receiving a certificate of authority, a captive
2 insurance company shall file with the commissioner [a]:

3 (1) A certified copy of its organizational documents,
4 including but not limited to its articles of
5 incorporation, [e] articles of association, [and]
6 bylaws [7-a], subscribers' agreement, articles of
7 organization, and operating agreement, as applicable;

8 (2) A statement under oath of [any]:

9 (A) Any two of its principal officers [7-or-its];

10 (B) Its attorney-in-fact in the case of a captive
11 insurance company formed as a reciprocal
12 insurer [7]; or

13 (C) The duly authorized representative of its
14 governing body,

15 showing its financial condition [7-and-any]; and

16 (3) Any other statements or documents required by the
17 commissioner."

18 2. By amending subsection (f) to read:

19 "(f) The commissioner may [~~establish a list of advisers to~~
20 ~~assist with the review of captive applications. The commissioner~~
21 ~~may appoint one adviser from the list] use independent advisors
22 and consultants to assist in the review and analysis of a~~



1 specific application[-] or business plan amendment. The
2 [~~adviser's~~] independent advisory and consulting fee, to be paid
3 by the captive applicant, shall be a reasonable fee authorized by
4 the commissioner pursuant to section 431:19-114."

5 SECTION 3. Section 431:19-102.3, Hawaii Revised Statutes,
6 is amended by amending subsection (a) to read as follows:

7 "(a) Any foreign or alien captive insurance company may
8 become a domestic captive insurance company by meeting the
9 following requirements:

- 10 (1) Compliance with all of the requirements relating to the
11 organization and licensing of a domestic captive
12 insurance company of the same type, and any
13 requirements that the commissioner may adopt by rule;
- 14 (2) The articles of incorporation or other organizational
15 document shall be amended in compliance with the laws
16 of this State and restated in its entirety before
17 submission to the commissioner. Before the amended and
18 restated articles of incorporation or other
19 organizational document is transmitted to the
20 department of commerce and consumer affairs, the
21 foreign or alien captive insurance company shall
22 petition the commissioner to issue a certificate



1 setting forth the commissioner's finding that the
2 redomestication and maintenance of the [~~corporation~~]
3 company will promote the general good of the State. In
4 arriving at the finding, the commissioner shall
5 consider[+]

6 ~~(A) The character, reputation, financial standing, and~~
7 ~~purposes of the foreign or alien captive insurance~~
8 ~~company;~~

9 ~~(B) The character, reputation, financial~~
10 ~~responsibility, insurance experience, and business~~
11 ~~qualifications of the officers and directors; and~~

12 ~~(C) Any other aspects as the commissioner deems~~
13 ~~advisable;] the factors set forth in section~~
14 ~~431:19-106 (b) ;~~

15 (3) The following shall be transmitted to the department of
16 commerce and consumer affairs for filing:

17 (A) Articles of redomestication;

18 (B) Certificate of general good issued by the
19 commissioner;

20 (C) Certificate of good standing or comparable
21 documentation duly authenticated by the proper
22 officer of the state or country under the laws of



- 1 which the foreign or alien captive insurance
2 company is incorporated; provided that [~~the~~]
3 (i) The certificate or documentation shall be
4 dated not earlier than thirty days prior to
5 the filing of the articles of
6 redomestication; and [~~provided further that~~
7 ~~if~~]
8 (ii) If the certificate of good standing or
9 documentation is in a foreign language, a
10 translation under oath of the translator
11 shall accompany the certificate[~~+~~] or
12 documentation;
- 13 (D) Amendments to the articles of incorporation or
14 other organizational document in compliance with
15 the laws of this State;
- 16 (E) Restatement of the articles of incorporation or
17 other organizational document in its entirety; and
- 18 (F) Organization fee; and
- 19 (4) The articles of redomestication shall set forth the
20 following:
21 (A) Name of the [~~corporation+~~] company;



- 1 (B) Date and location of incorporation or organization
2 ~~[and state or country of incorporation]~~;
- 3 (C) Street address of the principal office in this
4 State;
- 5 (D) Names and titles of the ~~[officers]~~ :
6 (i) Officers and directors of the ~~[corporation]~~
7 company; or
8 (ii) Members of the governing body;
- 9 (E) A statement that the ~~[corporation]~~ company is
10 moving its domicile from its present state or
11 country to this State;
- 12 (F) A statement that redomestication will occur upon
13 filing the articles of redomestication and that
14 the ~~[corporation]~~ company shall be subject to the
15 laws of this State; and
- 16 (G) A statement that copies of the articles of
17 incorporation or other organizational document and
18 any amendments certified by the proper officer of
19 the state or country under the laws of which the
20 ~~[corporation]~~ company is incorporated or organized
21 are attached; provided that if any of these
22 documents are in a foreign language, a translation



1 under oath of the translator shall accompany these
2 documents."

3 SECTION 4. Section 431:19-102.4, Hawaii Revised Statutes,
4 is amended by amending subsection (c) to read as follows:

5 "(c) The notice of change in domicile, the certificate of
6 transfer issued by the commissioner, the proof of
7 redomestication, and the filing fee shall be transmitted to the
8 department of commerce and consumer affairs. The notice of
9 change in domicile shall set forth the following:

- 10 (1) Name of the [~~corporation,~~] company;
- 11 (2) Dates that notice of the [~~corporation's~~] company's
12 intent to transfer domicile from this State was
13 published, once in each of four successive weeks (four
14 publications) in a newspaper of general circulation
15 published in this State;
- 16 (3) Date of the transfer of its domicile; and
- 17 (4) State or country to which its domicile will be
18 transferred."

19 SECTION 5. Section 431:19-104, Hawaii Revised Statutes, is
20 amended to read as follows:

21 §431:19-104 Minimum capital [~~, letter of credit, security,~~]
22 and surplus. [~~(a) Subject to subsection (c), no captive~~



1 ~~insurance company incorporated as a stock insurer shall be~~
2 ~~issued a certificate of authority unless it shall possess and~~
3 ~~thereafter maintain unimpaired paid in capital of an amount~~
4 ~~established and deemed appropriate by the commissioner.~~

5 ~~(b) The capital may be in the form of cash, in the form of~~
6 ~~an irrevocable letter of credit issued by a bank chartered by~~
7 ~~this State or a member bank of the Federal Reserve System, or~~
8 ~~other security approved by the commissioner.~~

9 ~~(c) The minimum capital or surplus requirements for~~
10 ~~captive insurance companies are as follows:~~

11 ~~(1) Class 1: \$100,000;~~

12 ~~(2) Class 2: \$250,000;~~

13 ~~(3) Class 3: \$500,000 for risk retention captive~~
14 ~~insurance companies, and \$750,000 for association~~
15 ~~captive insurance companies;~~

16 ~~(4) Class 4: \$1,000,000; and~~

17 ~~(5) Class 5: An amount as determined by the commissioner~~
18 ~~on a case by case basis, after giving due regard to~~
19 ~~the company's business plan, including the nature of~~
20 ~~the risks insured.~~

21 ~~The foregoing requirements do not limit the commissioner's~~
22 ~~discretionary authority to require a captive insurance company~~



~~1 to possess and maintain a greater amount of capital or surplus
2 in order to preserve the solvency of the company, nor do the
3 requirements limit or diminish any other applicable provision of
4 law that may require a captive insurance company to maintain a
5 particular level of capital, surplus, assets, or investments.]~~

6 (a) Each captive insurance company licensed pursuant to this
7 article shall possess and thereafter maintain unimpaired capital
8 and surplus in the amount established by the commissioner;
9 provided that:

10 (1) The commissioner shall take into account the nature
11 and volume of business transacted by each captive
12 insurance company, and any other factors deemed
13 appropriate by the commissioner;

14 (2) Class 3 captive insurance companies shall be subject
15 to other applicable provisions of this chapter that
16 may require capital and surplus in excess of those
17 established by the commissioner;

18 (3) Minimum capital and surplus established by the
19 commissioner shall be no less than the following
20 amounts:

21 (A) Class 1: \$100,000;

22 (B) Class 2: \$250,000;



- 1 (C) Class 3: \$500,000;
2 (D) Class 4: \$1,000,000; and
3 (E) Class 5: An amount as determined by the
4 commissioner on a case by case basis.

5 (b) Minimum required capital and surplus established by
6 the commissioner pursuant to subsection (a) shall be in any one
7 or combination of the following forms: cash, irrevocable letter
8 of credit issued by a bank chartered by this State or a member
9 bank of the Federal Reserve System, public obligations as
10 defined in section 431:6-301, or other form approved by the
11 commissioner; provided that minimum required capital and surplus
12 in excess of the amounts listed in subsection(a)(3) shall be
13 allowed to be invested in accordance with a strategic investment
14 policy adopted and monitored by the captive insurance company's
15 governing body, and approved by the commissioner.

16 ~~[(d)]~~ (c) In the case of a branch captive insurance
17 company, and in lieu of minimum capital ~~[or]~~ and surplus under
18 this section ~~[or section 431:19-105]~~, the commissioner shall
19 determine the amount and form of security to be maintained by
20 the branch captive insurance company in this State after taking
21 into consideration:

22 (1) The amount and nature of risk written through and



1 retained by the branch captive insurance company in
2 this State;

3 (2) The financial condition of the outside captive
4 insurance company whose branch office is located in
5 this State;

6 (3) Trusts or other security posted for ceding insurers;
7 and

8 (4) Any other factors the commissioner deems appropriate.

9 The security required by the commissioner may be in the form of
10 cash [~~or investments~~], an irrevocable letter of credit issued by
11 a bank chartered in this State or a member bank of the Federal
12 Reserve System, a trust, public obligations as defined in section
13 431:6-301, or any other forms of security deemed appropriate by
14 the commissioner."

15 SECTION 6. Section 431:19-106, Hawaii Revised Statutes, is
16 amended to read as follows:

17 "**§431:19-106 Formation of captive insurance companies in**
18 **this State.** (a) [~~A pure captive insurance company shall be~~
19 ~~incorporated as a stock insurer with its capital divided into~~
20 ~~shares and held by the stockholders.~~

21 ~~(b)] A captive insurance company [~~~~which is other than a~~
22 ~~pure captive insurance company, may] shall be:~~



- 1 (1) Incorporated pursuant to chapter 414 as a stock insurer
2 with its capital divided into shares and held by the
3 stockholders;
- 4 (2) Incorporated pursuant to chapter 414D as a nonprofit
5 insurer;
- 6 ~~[(2)]~~ (3) Incorporated pursuant to chapter 414 as a mutual
7 insurer without capital stock, the governing body of
8 which is elected by the member organization of its
9 association; ~~[ex]~~
- 10 ~~[(3)]~~ (4) Organized in the State as a reciprocal insurer~~[,~~
11 ~~for other than credit life and credit disability~~
12 ~~insurance and group term life insurance, without~~
13 ~~capital stock, whose affairs shall be coordinated~~
14 ~~through an attorney in fact as provided in the power of~~
15 ~~attorney or other agreement given to the attorney in~~
16 ~~fact by the subscribers.]~~ in accordance with sections
17 431:3-107, 431:3-108, 431:4-404, 431:4-405 (provided
18 that the principal office of the attorney-in-fact for
19 the domestic reciprocal insurer shall not be required
20 to be maintained in this State), 431:4-406 (excluding
21 431:4-406(b)(3)), 431:4-407, and 431:4-415(a); or



1 (5) Organized pursuant to chapter 428 as a member-managed
2 or manager-managed limited liability company.

3 [~~(c) A captive insurance company other than one that is~~
4 ~~formed as a reciprocal insurer shall have no fewer than three~~
5 ~~incorporators of whom no fewer than two shall be residents of~~
6 ~~this State.~~

7 ~~(d)]~~ (b) Before the [~~articles of incorporation]~~ required
8 organizational documents are transmitted to the department of
9 commerce and consumer affairs, the incorporators or organizers
10 shall petition the commissioner to issue a certificate setting
11 forth the commissioner's finding that the establishment and
12 maintenance of the proposed [~~corporation]~~ company will promote
13 the general good of the State. In arriving at such a finding,
14 the commissioner shall consider:

15 (1) The character, reputation, financial standing, and
16 [~~purposes]~~ objectives of the [~~incorporators,]~~
17 organizers;

18 (2) The character, reputation, financial responsibility,
19 insurance experience, and business qualifications of
20 the captive insurance company's officers and
21 directors [,], or members of its governing body, and its
22 service providers; and



1 (3) Other aspects as the commissioner deems advisable.

2 [~~(e)~~](c) The [~~articles of incorporation, certificate, and~~
3 ~~the organization fees~~] required organizational documents and fees
4 shall be transmitted to the department of commerce and consumer
5 affairs [~~, which shall record both the articles of incorporation~~
6 ~~and the certificate.~~] for filing and recordation, as may be
7 necessary.

8 [~~(f)~~](d) The capital stock of a captive insurance company
9 incorporated as a stock insurer shall be issued at not less than
10 par value.

11 [~~(g)~~] ~~At least one of the members of the board of directors~~
12 ~~of a captive insurance company incorporated in this State shall~~
13 ~~be a resident of this State.~~

14 [~~(h)~~] ~~Captive insurance companies formed under this article,~~
15 ~~except for pure nonprofit captive insurance companies, shall have~~
16 ~~the privileges and be subject to the general corporation law as~~
17 ~~well as this article. In the event of conflict between the~~
18 ~~general corporation law and this article, the latter shall~~
19 ~~control.~~

20 [~~(i)~~] ~~Pure nonprofit captive insurance companies formed under~~
21 ~~this article shall have the privileges and be subject to the~~
22 ~~nonprofit corporation law as well as this article. In the event~~



1 ~~of conflict between the nonprofit corporation law and this~~
2 ~~article, the latter shall control.]~~

3 (e) Captive insurance companies formed under this article
4 shall have the privileges and be subject to the general
5 corporation law, nonprofit corporation law, or limited liability
6 law of this State as may be applicable, as well as this article.
7 In the event of conflict between any of the foregoing applicable
8 laws of this State and this article, this article shall control."

9 SECTION 7. Section 431:19-106.5, Hawaii Revised Statutes,
10 is amended by amending subsections (b) and (c) to read as
11 follows:

12 "(b) A plan of conversion or merger shall be submitted to
13 and be approved by the commissioner in advance of the proposed
14 conversion or merger. The commissioner shall not approve the
15 plan unless:

16 (1) The commissioner finds that it is fair, equitable, and
17 consistent with law;

18 (2) The plan has been approved:

19 (A) In the case of a stock corporation, by at least
20 two-thirds of the shares entitled to vote at a
21 duly called regular or special meeting of the
22 shareholders at which a quorum is present, or by



1 unanimous written consent of the shareholders;

2 [~~or~~]

3 (B) In the case of a mutual insurer, by at least two-
4 thirds of the voting interest of the members of
5 the mutual insurer at a duly called regular or
6 special meeting of the membership at which a
7 quorum is present, or by unanimous written consent
8 of the members of the mutual insurer; [~~or~~]

9 (C) In the case of a reciprocal insurer, by at least
10 two-thirds of the voting interest of the
11 subscribers of the reciprocal insurer at a duly
12 called meeting of the subscribers of the
13 reciprocal insurer, or by unanimous written
14 consent of the subscribers;

15 (D) In the case of a nonprofit corporation, by at
16 least two-thirds of the voting interest of the
17 members at a duly called meeting of the members of
18 the corporation, or by unanimous written consent
19 of the members; or

20 (E) In the case of a limited liability company, by at
21 least two-thirds of the voting interest of the
22 members at a duly called meeting of the members of



1 the limited liability company, or by unanimous
2 written consent of the members;

3 (3) The plan provides for:

4 (A) The conversion of existing stockholder, member, or
5 subscriber interests into equal or proportionate
6 interests in the new converted or merged insurer,
7 or such other method and basis for the conversion
8 of the stockholder, member, or subscriber
9 interests that is fair and equitable;

10 (B) The purchase or other disposition of the shares of
11 any nonconsenting shareholder of a stock insurer
12 ~~[or the]~~, policyholder interest of any
13 nonconsenting member of a mutual insurer,
14 membership interest of a limited liability
15 company, or ~~[the]~~ subscriber surplus account
16 interest, if any, of a subscriber of a reciprocal
17 insurer, in accordance with either an agreement
18 with any nonconsenting stockholder, member, or
19 subscriber or with the existing articles or bylaws
20 of the insurer relating to the buyback buyout, or
21 the termination of the stockholder, member, or
22 subscriber interests, if any, or if no such



1 provisions exist, then in accordance with the laws
2 of this State relating to the rights of dissenting
3 shareholders; and

4 (C) The novation, assignment, transfer, run-off, or
5 other disposition of in force policies insuring
6 any nonconsenting shareholder, member, or
7 subscriber;

8 (4) The conversion or merger will leave the resulting
9 converted insurer or surviving insurer of the merger
10 with capital or surplus funds reasonably adequate to
11 preserve the security of its policyholders and an
12 ability to continue to transact business in the classes
13 of insurance in which it is then authorized to
14 transact; and

15 (5) The commissioner finds that the conversion or merger
16 will promote the general good of the State.

17 (c) After approval of the plan of conversion or merger by
18 the commissioner, the converting or merging insurer shall file
19 with the director of commerce and consumer affairs, appropriate
20 articles of amendment, articles of conversion, or articles of
21 merger, as the case may be; provided that in the case of the
22 conversion of a reciprocal insurer or limited liability company



1 insurer to a stock or mutual insurer, the existing reciprocal or
2 limited liability company insurer shall file articles of
3 incorporation [~~in order~~] to commence the corporate existence of
4 the company in the form of a stock or mutual insurer. Documents
5 filed with the director of commerce and consumer affairs pursuant
6 to this subsection shall comply with all applicable requirements
7 for such documents as may be contained in this article and
8 chapter 414 [~~or~~], 414D[~~-~~], or 428, as to the extent that these
9 laws are applicable to the conversion or merger."

10 SECTION 8. Section 431:19-110, Hawaii Revised Statutes, is
11 amended to read as follows:

12 "~~§431:19-110 [Legal investments. Each captive insurance~~
13 ~~company shall be subject to the restrictions on allowable~~
14 ~~investments provided under sections 431:6-101 to 431:6-501;~~
15 ~~provided that the commissioner may approve other investments and~~
16 ~~investment provisions as the commissioner deems appropriate for~~
17 ~~each captive insurance company licensed under this article.]~~

18 Investments. (a) Captive insurance companies licensed under
19 this article shall be allowed to maintain investments in
20 accordance with a strategic investment policy adopted and
21 monitored by the captive insurance company's governing body, and
22 approved by the commissioner; provided that in addition to the



1 minimum capital and surplus requirements prescribed in section
2 431:19-104(b), and the requirements prescribed in subsection (b),
3 each captive insurance company shall maintain investments in one
4 or more of the following forms, which aggregate not less than one
5 hundred per cent of reserves as required by this code or the
6 commissioner:

7 (1) Cash;

8 (2) Irrevocable letter of credit issued by a bank
9 chartered by this State or a member bank of the
10 Federal Reserve System;

11 (3) Investments in accordance with a strategic investment
12 policy adopted and monitored by the captive insurance
13 company's governing body, and approved by the
14 commissioner;

15 (4) Premiums in the course of collection; or

16 (5) Other forms approved by the commissioner.

17 (b) Each captive insurance company that does not maintain a
18 strategic investment policy as described in subsection (a) and
19 class 3 risk retention captive insurance companies shall be
20 subject to the restrictions on allowable investments provided
21 under sections 431:6-101 to 431:6-501; provided that the



1 commissioner may approve other assets, investments, and
2 investment provisions as the commissioner deems appropriate.

3 (c) The commissioner may require a captive insurance
4 company to file a complete disclosure of the identity,
5 background, and experience of the key individuals or staff that
6 are involved with its investment activities and administration,
7 if deemed necessary.

8 (d) Each captive insurance company shall maintain in its
9 principal office in this State a written record documenting its
10 investment transactions, as well as documents evidencing the
11 authorization or approval of the investments by the captive
12 insurance company's governing body or its designated
13 representative.

14 (e) The commissioner may prohibit or limit any investments
15 or investible assets if the captive insurance company is not in
16 compliance with this article or applicable rules."

17 SECTION 9. Section 431:19-105, Hawaii Revised Statutes, is
18 repealed.

19 [~~§431:19-105 Minimum surplus, letter of credit,~~
20 ~~security. (a) Subject to section 431:19-104(c), no captive~~
21 ~~insurance company formed other than as a stock insurer shall be~~
22 ~~issued a certificate of authority unless it shall possess and~~



1 ~~thereafter maintain a free surplus of an amount established and~~
2 ~~deemed appropriate by the commissioner.~~

3 ~~(b) The surplus may be in the form of cash, in the form of~~
4 ~~an irrevocable letter of credit issued by a bank chartered by~~
5 ~~this State or member bank of the Federal Reserve System, or other~~
6 ~~security approved by the commissioner."]~~

7 SECTION 10. Statutory material to be repealed is bracketed
8 and stricken. New statutory material is underscored.

9 SECTION 11. This Act shall take effect on July 1, 2007.



Report Title:

Captives

Description:

Allows captive insurance companies to be formed as limited liability companies. Clarifies minimum capital and surplus requirements. Increases investment flexibility for pure captives. (HB272 HD1)

