



HAWAII

Captive Insurance



210 Hawaii Captive Companies at 9/30/2016

Captive Owners by Location

| | | |
|----------|--------------------|-----|
| U.S. | Western | 146 |
| | Eastern | 27 |
| | Central | 18 |
| | Total U.S. | 191 |
| Non-U.S. | Asia / Pacific | 19 |
| | Total at 9/30/2016 | 210 |

Captive Owners by Industry Groups

| | |
|------------------------------------|-----|
| Construction / Real Estate | 65 |
| Health Care | 30 |
| Telecommunications & Manufacturing | 41 |
| Retail & Other Services | 24 |
| Financial Services | 22 |
| Transportation / Energy | 28 |
| Total at 9/30/2016 | 210 |

Permitted Coverages

- Property/Casualty
- Workers' Compensation
- Securitization of Insurance Risks
- Other lines as allowed by Commissioner

Organizational Structures

- Stock
- Non-profit
- Mutual
- Reciprocal
- Limited Liability Company

| Class | Captive Class Description | Minimum Statutory Requirements |
|-------|--|--------------------------------------|
| 1 | Single Owner; Reinsurance only | \$100,000 |
| 2 | Single Owner; Direct and Reinsurance | \$250,000 |
| 3 | Multi-Owner; Association or Risk Retention | \$500,000 |
| 4 | Sponsored Captive | \$500,000 |
| 5 | Reinsurance or Excess Insurance Only | Determined by Insurance Commissioner |

Minimum required capital and surplus determined by Insurance Commissioner based on each captive program.

Tax Rate State Captive Premium Tax Rate

| | |
|-------|-------------------------------|
| 0.25% | \$0 to \$25 million |
| 0.15% | \$25 million to \$50 million |
| 0.05% | \$50 million to \$250 million |
| 0.00% | \$250 million and up |

Fees

| | |
|----------------------------------|----------|
| Initial Incorporation Fee | \$ 50 |
| Captive Application Fee | \$ 1,000 |
| Annual Business Registration Fee | \$ 15 |
| Annual Captive License Fee | |
| Class 1 and 2 | \$ 300 |
| Class 3 | \$ 500 |
| Class 4 and 5 | \$ 1,000 |

Tax on captive's premiums only. No Minimum Premium Tax. Maximum premium tax of \$200,000. No taxation of captive premiums if premiums were previously subjected to tax in jurisdiction where underlying risk is located or on reinsurance premiums assumed by captive.

Applicable Law: Hawaii Revised Statutes, Title 24, Chapter 431, Article 19 (Enacted May 1986)

Contact Us

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Links to Related Sites

Hawaii State Government portal.hawaii.gov
 Hawaii Captive Insurance Council www.hawaiicaptives.com