



**CROSSROADS**  
RISK MANAGEMENT



## Georgia Captive Insurance

In 2015, Georgia Insurance Commissioner Ralph Hudgens launched an effort to expand Georgia's Captive industry. By promoting Captive legislation consistent with best practices, creating a dedicated Captive division within the Department of Insurance, and strengthening relationships and open lines of communication between the Department and Georgia's Captive industry. The Department continues to demonstrate commitment to achieving this goal. [Last updated: 19/01/23]



## Georgia Captive Legislation

O.C.G.A. §33-41-1 et seq. – Georgia Captive Insurance Company Act

Year Legislation Passed: 1988

Recent Amendments: 2015 – House Bill 552; 2016 – Senate Bill 347, 2017 - Senate Bill 173; 2019 – House Bill 99



## Does Georgia Allow Cell Captives?

Yes



## Approximate (or Average) Length of Time to Process a New Captive

30-45 days (average)



**CROSSROADS**  
RISK MANAGEMENT

## Georgia Captive Rates

- 4% on the first \$20 million and 0.3% on each dollar thereafter on its direct premiums collected, after deducting from the direct premiums subject to the tax the amounts paid to policyholders as return premiums, which must include dividends on unabsorbed premiums or premium deposits returned or credited to policyholders;
- Captives pay a maximum tax of \$100,000.00 per year.

### Minimum capitalization rate

- Pure Captive - \$250,000 minimum
- Agency Captive - \$250,000 minimum
- Association Captive - \$500,000 minimum
- Industrial Insured Captive - \$500,000 minimum
- Risk Retention Group Captive - \$500,000 minimum

### Licensing fees

- Initial License (all captives) - \$755
- Includes filing fees for incorporation and name approval
- There is an additional Organizational Exam fee of \$3,000 (or more for highly complex business plans) for newly forming Captives
- Renewal License for Pure and Agency Captives - \$555
- Includes yearly filing fee
- Renewal License for Industrial Insured and Association Captives - \$705
- RRG Renewal fee - \$255
- Includes quarterly and year-end filing fees