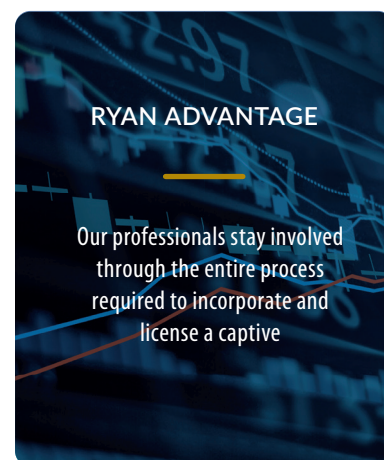




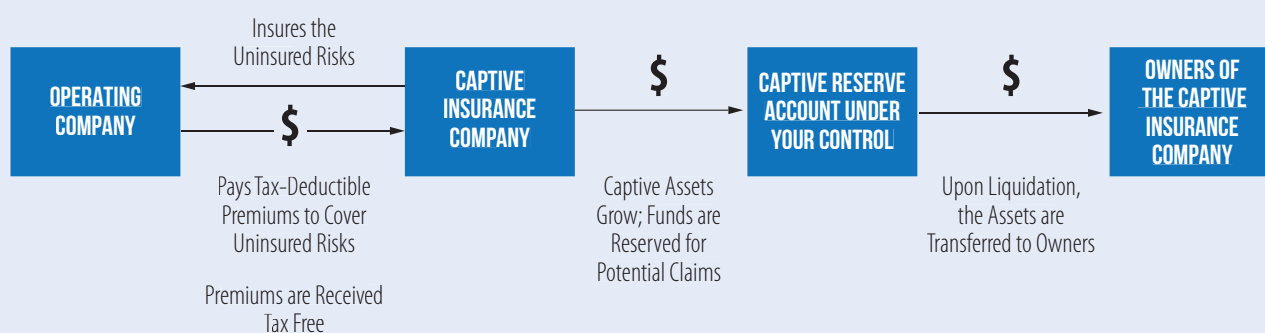
Captive Insurance Services

Captive insurance companies are often overlooked as a strategic initiative by finance and tax professionals. For example, natural disasters are easy to understand and relate to. But what about the risks business owners face every day from cyber-warfare, workplace safety, trade and goodwill within the multimedia landscape, and other clandestine exposures?

Creating a captive insurance company allows business owners to participate in alternative risk management—a form of risk retention for perils not efficiently covered by commercial insurance. Once established, the captive operates like any commercial insurance company and is subject to state regulatory requirements, including reporting, capital, and reserve requirements. However, the insurance premium dollars are retained within the business enterprise or same “economic family,” thereby increasing investment income on unpaid loss reserves, capital, and surplus.



The Captive Insurance Company Illustration



The federal courts have ruled that a captive insurance arrangement will be respected as a bona-fide insurance arrangement, including federal income tax treatment, if the risk transferred is one of economic loss that is not merely an investment risk or inevitable future cost of the insured. Therefore, the inherent structure and operation of the captive must be flawless, so experience is essential. Only companies that identify and insure true insurance risks will ultimately enjoy the significant financial benefits afforded to captive owners.

The Ryan Advantage

Ryan provides the qualified and comprehensive support required to create and manage a captive insurance company that provides a valuable insurance, estate, and tax planning solution for businesses and their owners. Our experience is supported with a U.S. Captive Services Award, the annual designation bestowed upon a select group of professionals providing innovation, commitment, and expertise in various captive insurance-related disciplines.

Using a Captive Feasibility Study to assess client data and business goals, we determine the viability of a captive based on costs and benefits. Leveraging these findings, we build a detailed captive business plan, strategically selecting and implementing the best structure to meet our client's unique risk management needs. Our professionals stay involved through the entire process required to incorporate and license a captive, including:

- | | |
|--|--|
| <ul style="list-style-type: none"> ➤ Preparing and filing all applications ➤ Developing a business plan (when needed) ➤ Underwriting and operations support ➤ Ongoing accounting, actuarial, and claims administration | <ul style="list-style-type: none"> ➤ Management support, including completion of commercial line policy forms, identification of rules and rates, loss cost estimates, and reserve levels needed to underwrite business risks |
|--|--|



About Ryan

Ryan, an award-winning global tax services and software provider, is the largest Firm in the world dedicated exclusively to business taxes. With global headquarters in Dallas, Texas, the Firm provides an integrated suite of federal, state, local, and international tax services on a multijurisdictional basis, including tax recovery, consulting, advocacy, compliance, and technology services. Ryan is an eight-time recipient of the International Service Excellence Award from the Customer Service Institute of America (CSIA) for its commitment to world-class client service. Empowered by the dynamic myRyan work environment, which is widely recognized as the most innovative in the tax services industry, Ryan's multidisciplinary team of more than 2,800 professionals and associates serves over 16,000 clients in more than 50 countries, including many of the world's most prominent Global 5000 companies. More information about Ryan can be found at ryan.com. "Ryan" and "Firm" refer to the global organizational network and may refer to one or more of the member firms of Ryan International, each of which is a separate legal entity.

Ryan, LLC, Ryan ULC, Ryan Tax Services UK Limited, Ryan Tax Consulting Services Ireland Limited, Ryan Tax Services Hungary LLC, Ryan Netherlands B.V., Ryan Tax Services Australia Pty Limited, and Ryan Tax Services Singapore Pte. Ltd. provide clients with tax consulting, recovery, compliance, advocacy, technology and other client-related professional services. Ryan, LLC is a member firm of Ryan International, a Swiss Verein. Ryan ULC, Ryan Tax Services UK Limited, Ryan Tax Consulting Services Ireland Limited, Ryan Tax Services Hungary LLC, Ryan Netherlands B.V., Ryan Tax Services Australia Pty Limited, and Ryan Tax Services Singapore Pte. Ltd. are constituent entities of Ryan International, a Swiss Verein. Ryan International is a Swiss Verein whose member firms and constituent entities form a leading network of tax advisory and consulting firms, each of which may be licensed to use the name "Ryan" in connection with providing tax advisory and consulting services to its clients. The member firms of Ryan International and their constituent entities operate throughout North America, Europe and Asia in accordance with local regulatory requirements but are not a part of a single international partnership. The responsibility for the provision of services to a client is defined in the terms of engagement between the client and the applicable member firm or constituent entity. Neither Ryan International nor any member firm or constituent entity of Ryan International is liable or responsible for the professional services performed by any other member firm or constituent entity. Ryan International is not itself engaged in the practice of providing professional services. Rather, it is an international umbrella entity organized as a Verein under Swiss law. Not all member firms and constituent entities provide the full range of services mentioned within this brochure. "Ryan" and "Firm" refer to the global organizational network and may refer to one or more of the member firms of Ryan International, each of which is a separate legal entity.

Award-Winning Tax Services

For additional information

1.855.RYAN.TAX

ryan.com

© 2020 Ryan, LLC. All rights reserved.