

# Financial Solutions for Captive Insurance Companies

A number of states throughout the Southeast have established themselves as onshore domiciles. First Horizon Bank provides products and services to help facilitate the formation of these Captives. Our experienced commercial bankers work with professionals who support the Captive Insurance Industry such as Captive Advisory/Management Companies, attorneys specializing in the formation of Captives, and CPAs/Actuaries.

Forming a Captive allows companies and groups to take greater financial control and manage risks by underwriting their own insurance risks. These risks are typically either uninsurable or insurable at high premium levels. We want to help your business achieve its financial goals. If its goals could be advanced by the formation of a Captive Insurance Company, we stand ready to support you throughout this process.

## Financial Solutions For Captives:

Our experienced banking professionals will work with your legal advisors, attorneys, CPAs, and Captive Advisory and Management Companies to facilitate this opportunity.

First Horizon offers a number of solutions to expedite execution and is well positioned to assist you throughout the process.

- **Deposit and Treasury Solutions** – In addition to a number of robust checking accounts, First Horizon offers a full suite of Treasury products to serve the Captive's specific and unique business needs. From receivables and cash concentration to payables and fraud protection solutions, businesses can maximize their cash flow while having better financial visibility and reporting tools.
- **Depository Agreement Account** – Minimum regulatory capital must be maintained by a Captive Insurance Company. These requirements usually can be met by placing securities in a custodial account or depositing funds in another savings account type with a premium rate option. First Horizon will file periodic reports with the appropriate regulating authorities for your state concerning assets held in these accounts.
- **Letters of Credit** – Many Captives choose to meet their dedicated minimum capital requirements temporarily with a letter of credit instead of a cash or securities deposit. Also, reinsurance programs may require a support letter of credit. First Horizon is able to structure a credit facility to meet your specific letter of credit needs in a quick and cost effective manner on commercially reasonable terms.

For more information or to find a banker near you,  
[visit firsthorizon.com/captives.](https://firsthorizon.com/captives)