



STATE OF TENNESSEE
PROCLAMATION
BY THE GOVERNOR

WHEREAS, captive insurance is a form of self-insurance whereby an insurance company is created and wholly owned by one or more non-insurance companies in order to meet the risk-management needs of the owners or members; and

WHEREAS, captive insurance companies have existed for over a century, with the market growing five-fold in the last thirty years, thereby creating a significant economic impact on our state; and

WHEREAS, in 1978, the State of Tennessee first recognized an opportunity to become one of the first domiciles in the U.S. for captive insurance; and

WHEREAS, in 2011, Tennessee revised its laws to create effective, flexible and balanced regulations focused on a business mindset and marketplace needs; and

WHEREAS, since 2011, Tennessee has become home to 300 risk-bearing entities, including 82 captive insurance companies and 218 cell companies, creating numerous jobs in both the private and public sectors while drawing global attention; and

WHEREAS, it is recognized that revenues collected from captive insurance entities grew from approximately \$1.3 million in Fiscal Year 2015 to approximately \$2.3 million in Fiscal Year 2015; and

WHEREAS, it is estimated that direct & indirect spending because of captive insurance companies has increased in Tennessee by five times since 2011 to \$20 million, with deposits growing to \$125 million; and

WHEREAS, the further support and development of the captive insurance is part of the Tennessee Department of Commerce & Insurance's focus on enhancing our state's prosperity;

NOW, THEREFORE, Bill Haslam, Governor of the State of Tennessee, do hereby proclaim November, 2015 as

Captive Insurance Appreciation Month

in Tennessee and encourage all citizens to join me in this worthy observance.



IN WITNESS WHEREOF, I have hereunto set my hand and caused the official seal of the State of Tennessee to be affixed at Nashville on this fourteenth day of October, 2015.

Bill Haslam

Governor

Joe Hargett

Secretary of State