

# Feasibility Process

STEP  
01

## Business Process

Problem or opportunity addressed through the use of a captive insurance company

STEP  
02

## Coverage Areas/Status Quo

Define specific coverage areas to be insured/reinsured by the captive and quantify status quo – total cost of risk

STEP  
03

## Actuarial Loss Study

Actuarial loss analysis meant at defining full distribution of loss by layer – premium and capital needed

STEP  
04

## Retention Analysis

Utilize actuarial output to develop the optimal retention structure

STEP  
05

## Insurance Program Market Review

Combine actuarial analytics with market information to develop a market supported approach

STEP  
06

## Consider Captive Structures

Detail cost/control implications of various captive structures:

- Pure Captive
- Rent-A-Captive
- Group Captive
- Risk Retention Group (RRG)
- Agency Captive
- Association Captive

STEP  
07

## Regulatory, Tax, Accounting & Domicile Analysis

Consider external compliance factors and domicile location

STEP  
08

## Economic Analysis Modeling

Define economic value provided through use of a captive compared to status quo

STEP  
09

## Findings/Action Plan

Strategy recommendation with quantitative and qualitative support – status quo always an option



**SRS**

Strategic Risk Solutions