

House Engrossed

**FILED**

**MICHELE REAGAN**  
**SECRETARY OF STATE**

State of Arizona  
House of Representatives  
Fifty-third Legislature  
First Regular Session  
2017

**CHAPTER 281**  
**HOUSE BILL 2267**

AN ACT

AMENDING SECTION 20-1098.18, ARIZONA REVISED STATUTES; RELATING TO CAPTIVE  
INSURERS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 20-1098.18, Arizona Revised Statutes, is amended  
3 to read:

4 20-1098.18. Captive insurance regulatory and supervision  
5 fund; purpose

6 A. The captive insurance regulatory and supervision fund is  
7 established within the department consisting of monies deposited pursuant  
8 to section 20-1098.01, subsection J. The director shall administer the  
9 fund as prescribed in subsections B and C of this section. Monies in the  
10 fund are exempt from the provisions of section 35-190 relating to lapsing  
11 of appropriations, except that, on the close of each fiscal year, all  
12 unencumbered monies in the fund exceeding ~~one~~ TWO hundred thousand dollars  
13 revert to the state general fund.

14 B. In addition to the purposes specified in subsection C of this  
15 section, the director may use up to one hundred thousand dollars in the  
16 captive insurance regulatory and supervision fund each fiscal year to  
17 administer programs in accordance with the department's other statutory  
18 responsibilities.

19 C. The director shall use monies in the captive insurance  
20 regulatory and supervision fund to pay the costs of administering this  
21 article and for reasonable expenses incurred in promoting this state's  
22 captive insurance industry, pursuant to written guidelines adopted by the  
23 director.

24 D. The department shall not receive a general fund appropriation  
25 for operation of the captive insurance program and promotion of this  
26 state's captive insurance industry for any fiscal year in which the  
27 department had at least twenty-five captive insurers holding an active  
28 certificate of authority as of the immediately preceding calendar year  
29 end.

**APPROVED BY THE GOVERNOR MAY 8, 2017.**

**FILED IN THE OFFICE OF THE SECRETARY OF STATE MAY 8, 2017.**

Passed the House February 9, 20 16

Passed the Senate May 4, 20 17

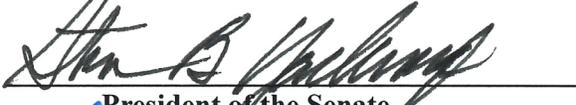
by the following vote: 57 Ayes,

by the following vote: 30 Ayes,

1 Nays, 2 Not Voting

0 Nays, 0 Not Voting

  
\_\_\_\_\_  
Speaker of the House  
 Pro Tempore

  
\_\_\_\_\_  
President of the Senate

  
\_\_\_\_\_  
Chief Clerk of the House

  
\_\_\_\_\_  
Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF GOVERNOR

This Bill received by the Governor this

4<sup>th</sup> day of May, 20 17

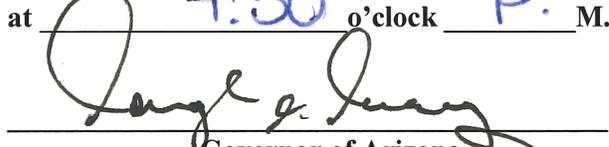
at 2:48 o'clock P. M.

  
\_\_\_\_\_  
Secretary to the Governor

Approved this 8<sup>th</sup> day of

May, 2017

at 4:30 o'clock P. M.

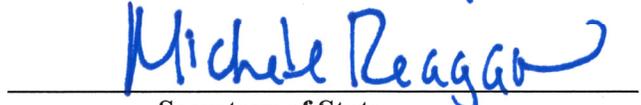
  
\_\_\_\_\_  
Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF SECRETARY OF STATE

This Bill received by the Secretary of State

this 8 day of May, 20 17

at 5:58 o'clock P. M.

  
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Secretary of State