

House File 705 - Introduced

HOUSE FILE _____
BY QUIRK

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act phasing out the tax on gross premiums of life and health
2 insurance companies, mutual health service corporations, and
3 health maintenance organizations.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
5 TLSB 2724HH 82
6 mg/gg/14

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1 1 Section 1. Section 432.1, subsection 2, paragraph e, Code
1 2 2007, is amended to read as follows:
1 3 e. For the 2006 and ~~subsequent 2007~~ calendar years, one
1 4 percent.
1 5 Sec. 2. Section 432.1, subsection 2, Code 2007, is amended
1 6 by adding the following new paragraphs:
1 7 NEW PARAGRAPH. f. For the 2008 calendar year,
1 8 three-fourths of one percent.
1 9 NEW PARAGRAPH. g. For the 2009 calendar year, one-half of
1 10 one percent.
1 11 NEW PARAGRAPH. h. For the 2010 calendar year, one-fourth
1 12 of one percent.
1 13 NEW PARAGRAPH. i. For the 2011 and subsequent calendar
1 14 years, zero percent.

EXPLANATION

1 15 Under present law the tax rate on gross premiums of life
1 16 and health insurance companies, mutual health service
1 17 corporations, and health maintenance organizations is 1
1 18 percent. This bill reduces the rate beginning with the 2008
1 19 calendar year by one-fourth of 1 percent per calendar year
1 20 until the tax is eliminated for the 2011 calendar year and
1 21 subsequent calendar years.
1 22
1 23 LSB 2724HH 82
1 24 mg:rj/gg/14