

House Study Bill 121 - Introduced

HOUSE FILE _____
BY (PROPOSED COMMITTEE ON
WAYS AND MEANS BILL BY
CHAIRPERSON KAUFMANN)

A BILL FOR

1 An Act relating to the insurance premium tax rates on the gross
2 amount of premiums received by an insurance company.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 432.1, subsections 2 and 4, Code 2023,
2 are amended to read as follows:

3 2. The "applicable percent" for purposes of subsection 1 of
4 this section and section 432.2 is the following:

5 a. For calendar years beginning before the 2003 calendar
6 year, two percent.

7 b. For the 2003 calendar year, one and three-fourths
8 percent.

9 c. For the 2004 calendar year, one and one-half percent.

10 d. For the 2005 calendar year, one and one-fourth percent.

11 e. For the 2006 and ~~subsequent~~ calendar years year through
12 the 2023 calendar year, one percent.

13 f. For the 2024 and subsequent calendar years, nine-tenths
14 of one percent.

15 4. The "applicable percent" for purposes of subsection 3 is
16 the following:

17 a. For calendar years beginning before the 2004 calendar
18 year, two percent.

19 b. For the 2004 calendar year, one and three-fourths
20 percent.

21 c. For the 2005 calendar year, one and one-half percent.

22 d. For the 2006 calendar year, one and one-fourth percent.

23 e. For the 2007 and ~~subsequent~~ calendar years year through
24 the 2023 calendar year, one percent.

25 f. For the 2024 and subsequent calendar years, nine-tenths
26 of one percent.

27

EXPLANATION

28 The inclusion of this explanation does not constitute agreement with
29 the explanation's substance by the members of the general assembly.

30 This bill relates to the insurance premium tax rates on the
31 gross amount of premiums received by an insurance company.

32 The bill reduces the insurance premium tax on the gross
33 amount of premiums received by an insurance company from 1 to
34 .90 percent for the 2024 calendar year and subsequent calendar
35 years.