



KIM REYNOLDS
GOVERNOR

OFFICE OF THE GOVERNOR

ADAM GREGG
LT GOVERNOR

April 19, 2024

The Honorable Paul Pate
Secretary of State of Iowa
State Capitol
Des Moines, Iowa 50319

Dear Mr. Secretary,

I hereby transmit:

House File 2636, an Act relating to the taxation of captive companies, and including effective date provisions.

The above House File is hereby approved on this date.

Sincerely,

A handwritten signature in black ink, appearing to read "Kim Reynolds".

Kim Reynolds
Governor of Iowa

cc: Secretary of the Senate
Clerk of the House



House File 2636

AN ACT
RELATING TO THE TAXATION OF CAPTIVE COMPANIES, AND INCLUDING
EFFECTIVE DATE PROVISIONS.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 432.1A, subsection 2, paragraph c, Code 2024, is amended to read as follows:

c. The amount of reinsurance tax due from a captive company under paragraph "a" shall be calculated as follows:

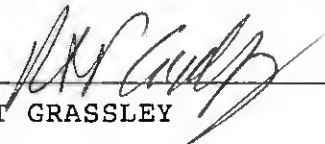
(1) ~~Two-tenths~~ Two hundred thousandths of one percent on the first twenty million dollars of assumed reinsurance premiums written.

(2) ~~One-eighth~~ One hundred twenty-five thousandths of one percent on the twenty million dollars of assumed reinsurance premiums ~~collected~~ written after the first twenty million dollars of assumed reinsurance premiums ~~collected~~ written under subparagraph (1).

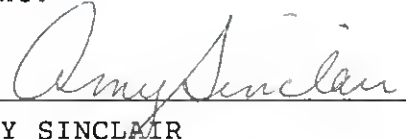
(3) ~~Five~~ Forty-five thousandths of one percent on ~~each dollar~~ the twenty million dollars of assumed reinsurance premiums ~~collected~~ written after the twenty million dollars ~~collected~~ written under subparagraph (1) and the twenty million dollars ~~collected~~ written under subparagraph (2).

(4) Twenty thousandths of one percent of each dollar of assumed reinsurance premiums written after the twenty million dollars written under subparagraph (1), the twenty million dollars written under subparagraph (2), and the twenty million dollars written under subparagraph (3).

Sec. 2. EFFECTIVE DATE. This Act, being deemed of immediate importance, takes effect upon enactment.

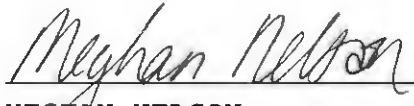


PAT GRASSLEY
Speaker of the House



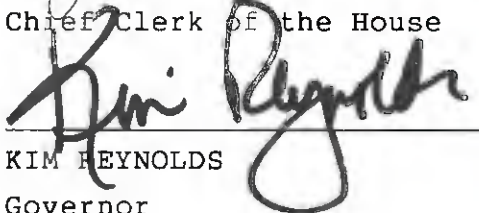
AMY SINCLAIR
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2636, Ninetieth General Assembly.



MEGHAN NELSON
Chief Clerk of the House

Approved April 19th, 2024



KIM REYNOLDS
Governor