



IOWA | CAPTIVE INSURANCE

Captive insurance is a form of self-insurance in which a business or group of businesses create their own insurance company to insure their specific risks rather than purchasing coverage from a traditional insurer. It allows for companies to retain underwriting profits, gain greater control over their insurance program, and potentially achieve tax and financial benefits.

REASONS TO DOMICILE YOUR CAPTIVE IN IOWA:

- **Iowa is first in the United States for insurance industry output as a percentage of GDP.**
- **Iowa's captive legislation, "is modern, well written, and bears a strong resemblance to predecessor statutes from other jurisdictions."**
National Law Review
- **A strong team of dedicated captive regulators are ready to assist.**
- **Iowa's captive taxes and fees are reasonable and competitive. Our maximum premium tax is capped at \$100,000.**
- **Iowa is pro-business with a stable economic environment. State leaders are committed to enacting policies that allow businesses to thrive.**
- **Centrally located and easily accessible from anywhere in the United States.**



Department of Insurance
and Financial Services

📍 1963 Bell Avenue, Suite 100 | Des Moines, IA 50315

🌐 www.iid.iowa.gov/captive

✉ captive@iid.iowa.gov

☎ 515-654-6600

IOWA CAPTIVE INSURANCE COMPANY PREMIUM TAX RATES

Captive/millions	Direct Premium Tax Rate	Assumed Premium Tax Rate
\$0-\$20 Million	0.35%	0.20%
\$20-\$40 Million	0.25%	0.125%
\$40-\$60 Million	N/A	0.045%
\$60+ Million	N/A	0.02%

- **Minimum premium tax is \$5,000**
- **Maximum premium tax is \$100,000.**
- No maximum premium tax is applicable to protected cell captive companies.

CAPTIVE COMPANY FEES

- **Application Fee: \$200**
- **Renewal Registration Fee: \$300**
- These fees apply to each captive, each individual series of members of a limited liability company, and each protected cell.
- Outside legal, financial, and examination services may be utilized, and the reasonable cost may be charged to the applicant.

STEPS TO FORM A CAPTIVE IN IOWA

Iowa's captive formation process is collaborative and efficient, supported by experienced regulators and a modern statutory framework. To access our step-by-step guide covering each phase, from preliminary discussions through licensing and ongoing operations, go to our website or scan the QR code.



Jeff Wilson

Captive Director | 515-654-6651 | jeff.wilson@iid.iowa.gov

Cheryl Critelli

Captive Legal Counsel | 515-654-6638 | cheryl.critelli@iid.iowa.gov

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