

# Iowa



In 2023, Iowa lawmakers passed legislation to allow the formation of captive insurance companies in the state. With respect to taxes, fees, & other statutes of jurisdictions, Iowa promises to be a competitive domicile for the captive industry.

## Regulation

**Regulator:** Iowa Insurance Division (IID)

**Minimum Capital Requirement:**

**Pure Captive:** \$250,000

**Industrial Insured Captive:** \$500,000

**Protected Cell Company:** \$500,000

**Risk Retention Group:** \$500,000

**Branch Captive:** Same as required above for the organizational form of the alien captive

**Captive Reinsurance Company:** 50% of the capital required above for the organizational form of the captive

**Special Purpose Captive:** Determined after considering the business plan, feasibility study, pro forma documents, & nature of risk

**Intercompany Loans:** Permitted, with board approval

## Governance

**Meeting Requirements:** 1 meeting per year in the state of Iowa

**Resident Director Requirement:** Yes

**Unique Requirements:** Must maintain principal place of captive business in Iowa

## Tax & Costs\*

**Fees:**

**Certificate of Authority Licensing Fee:** \$200

**Annual Renewal Registration Fee (due April 1):** \$300

**Direct Premium Tax:** Up to \$20M at 0.35%;  
\$20M+ at 0.25%

**Minimum Premium Tax:** \$5,000

**Maximum Premium Tax:** \$100,000

*\*Depending upon the type of captive, other fees may apply. Costs are indicative only, for a captive carrying out typical activities.*

## Filing Requirements

**Annual Report:** April 1

**Annual Audit:** June 1

**Actuarial Statement:** March 1

**Actuarial Opinion:** March 15

**Premium & Maintenance Tax Returns:** March 1

## Captive Types

Single-Parent/Pure

Industrial Insured

Branch Captives

Protected Cell Companies (PCCs)

Special Purpose Captives

Risk Retention Groups (RRGs)

# Director & Officer Requirements

**Resident Director:** At least 1 mandatory director, depending on the type of captive; statutory requirements state at least 1 director must be an Iowa resident

## Examinations

**Frequency:** Captives subject to examinations by the IID to ensure compliance with regulations

*All the information provided has been published by the IID. For more information, please contact the state insurance department directly.*

## ABOUT SRS

*SRS is the world's largest independent insurance company manager. With over 25 years' experience, SRS provides management and consulting services to a wide range of insurance company structures, from single-parent captives to complex commercial insurers and reinsurers. SRS has operations in North America, South America, Europe, Barbados, Bermuda, Canada, Cayman Islands, and South Africa.*

