



# This Week in State Tax (TWIST)

October 28, 2024



## Iowa: DoR Certifies No Change in Corporate Rate for 2025

The Iowa Department of Revenue issued a Declaratory Order providing that the corporate income tax rates for tax year beginning on or after January 1, 2025, will remain the same as 2024. Legislation enacted in 2023 provided for a phased reduction in corporate income tax rates if net corporate income tax receipts in the previous fiscal year exceed \$700 million. For fiscal year 2024, the Department certified that net income tax receipts fell short of the threshold by nearly \$40 million. As a result, for corporate income between \$0 and \$100,000, a rate of 5.5 percent will continue to apply, and for corporate income exceeding \$100,000, a rate of 7.1 percent will continue to apply. Please contact [Matthew Saunders](#) with questions about [Order 2024-01](#).

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