



**General**

1. Inheritance tax on a deferred interest must be paid on or before the last day of the ninth month after the date of death of the life tenant, subject to the due date falling on a Saturday, Sunday, or legal holiday, which would then make the return due on the following business day.
2. Separate applications for deferral of inheritance tax must be made for each property. Please include an attachment, if additional space is needed. Complete copies of the IA 706 (Iowa Inheritance Tax Return), the will and/or trust instrument, and valuation documents must be enclosed.
3. You have two options to file the documents:
  - Electronically submit using [govconnect.iowa.gov](https://govconnect.iowa.gov)
  - Mail to:  
Fiduciary/Inheritance  
Iowa Department of Revenue  
PO Box 10467  
Des Moines, IA 50306-0467
4. If this application is approved, include one copy with the supplemental return at the time of filing.

**Inheritance Tax Applications**

1. If deferral is chosen, an inheritance tax clearance cannot be issued for the estate and expenses cannot be used to offset the value of the deferred remainder interest.
2. A supplemental IA 706 will be filed for the grantor of the life estate following the death of the life tenant. Write the word 'SUPPLEMENTAL' at the top of the IA 706 and the current fair market value of the deferred property must be reported on the return. The inheritance tax calculated will be based on the tax rates at the grantor's date of death.
3. Penalties and interest are not imposed if the inheritance tax is paid on or before the last day of the ninth month from the date of the death of the life tenant.
4. A separate IA 706 for the life tenant will need to be filed if their estate meets the filing requirements.
5. The Department's determination will be returned to the Executor and the Power of Attorney, if Power of Attorney was authorized. If this application is approved, include one copy with the return at the time of filing.

**Assistance**

Additional information can be found:

- On the Department's website ([tax.iowa.gov](https://tax.iowa.gov))
- Iowa Administrative Code rules 701—900.14(9), 701—900.2, 701—900.9 ([www.legis.iowa.gov](https://www.legis.iowa.gov))
- By emailing the Department ([idr@iowa.gov](mailto:idr@iowa.gov))
- By calling Taxpayer Services at (515) 281-3114 or (800) 367-3388