

First Regular Session of the 123rd General Assembly (2023)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2022 Regular Session of the General Assembly.

SENATE ENROLLED ACT No. 3

AN ACT concerning taxation.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. [EFFECTIVE UPON PASSAGE] **(a) As used in this SECTION, "task force" refers to the state and local tax review task force established by subsection (b).**

(b) The state and local tax review task force is established.

(c) The task force consists of the following members:

- (1) The chairperson of the senate tax and fiscal policy committee.**
- (2) The ranking minority member of the senate tax and fiscal policy committee.**
- (3) The chairperson of the senate appropriations committee.**
- (4) The ranking minority member of the senate appropriations committee.**
- (5) The chairperson of the house ways and means committee.**
- (6) One (1) member of the house ways and means committee who is a member of the majority party of the house, appointed by the speaker of the house of representatives.**
- (7) The ranking minority member of the house ways and means committee.**
- (8) One (1) member of the house ways and means committee who is a member of the minority party of the house, appointed by the minority leader of the house of representatives.**
- (9) The director of the office of management and budget.**

SEA 3 — CC 1



(10) The director of the budget agency.

(11) The public finance director of the Indiana finance authority.

(12) One (1) member who is an economist employed at a state educational institution (as defined in IC 21-7-13-32), appointed jointly by the president pro tempore of the senate and the speaker of the house of representatives.

(d) If a vacancy occurs, the appointing authority that appointed the member whose position is vacant shall appoint an individual to fill the vacancy.

(e) Not later than July 1, 2023, the:

(1) chairperson of the legislative council shall select a member of the task force to serve as the chairperson of the task force; and

(2) vice chairperson of the legislative council shall select a member of the task force to serve as the vice chairperson of the task force.

The members selected under subdivisions (1) and (2) shall serve as chairperson and vice chairperson until May 1, 2024. Beginning May 1, 2024, the member initially appointed under subdivision (2) shall instead serve as the chairperson of the task force, and the member initially appointed under subdivision (1) shall instead serve as the vice chairperson of the task force.

(f) The following apply to the mileage, per diem, and travel expenses for members of the task force:

(1) Each member of the task force who is a state employee is entitled to reimbursement for traveling expenses as provided under IC 4-13-1-4 and other expenses actually incurred in connection with the member's duties as provided in the state policies and procedures established by the Indiana department of administration and approved by the budget agency.

(2) Each member of the task force who is a member of the general assembly or who is not a state employee is entitled to receive the same per diem, mileage, and travel allowances paid to individuals who serve as legislative and lay members, respectively, of interim study committees established by the legislative council.

(g) The task force shall review the following:

(1) The state's near term and long term financial outlook and overall fiscal position.

(2) The state's appropriation backed debt obligations.



(3) The funded status of pension funds managed by the state, including methods to reduce the unfunded actuarial accrued liability of the pre-1996 account within the Indiana state teachers' retirement fund.

(4) The individual income tax, including methods to reduce or eliminate the individual income tax.

(5) The corporate income tax.

(6) The state gross retail and use tax, including a review of the state gross retail tax base.

(7) The property tax, including methods to reduce or eliminate the tax on homestead properties and reduce or eliminate the tax on business personal property.

(8) Local option taxes, including the local income tax, food and beverage taxes, and innkeeper's taxes.

(h) The legislative services agency shall provide staff support to the task force.

(i) The meetings of the task force must be held in public as provided under IC 5-14-1.5. However, the task force is permitted to meet in executive session as determined necessary by the chairperson of the task force.

(j) The task force shall meet at least four (4) times in calendar year 2023, and at least four (4) times in calendar year 2024 at the call of the chairperson.

(k) On or before December 1, 2024, the task force shall prepare and submit a report to the legislative council, in an electronic format under IC 5-14-6, that sets forth the topics reviewed by the task force and the task force's findings and recommendations.

(l) This SECTION expires June 30, 2025.

SECTION 2. An emergency is declared for this act.



President of the Senate

President Pro Tempore

Speaker of the House of Representatives

Governor of the State of Indiana

Date: _____ Time: _____

SEA 3 — CC 1

