

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS
FISCAL IMPACT STATEMENT**

LS 7074
BILL NUMBER: HB 1162

NOTE PREPARED: Dec 31, 2024
BILL AMENDED:

SUBJECT: Rental Rate Increase Control.

FIRST AUTHOR: Rep. Shackelford
FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: X **GENERAL**
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill prohibits a landlord from increasing the gross rental rate for certain rental units more than the lesser of: (1) 5%, plus the percentage cost of living increase; or (2) 10%; of the lowest gross rental rate charged for the rental unit during the 12 months prior to the effective date of the increase. It also prohibits a landlord from increasing the gross rental rate in more than two increments over a 12 month period. The bill requires the Legislative Services Agency (LSA) to submit a report to the General Assembly not later than July 1, 2030, analyzing the impact of the rental rate cap on the housing market in Indiana.

Effective Date: July 1, 2025.

Explanation of State Expenditures: The LSA would be required to analyze and report their findings on the impact of the rental rate cap implemented - as specified in the bill - on the housing market in Indiana. This requirement is within the agency's routine administrative functions and should be able to be implemented with no additional appropriations, assuming near customary agency staffing and resource levels.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Legislative Services Agency.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: James Johnson, 317-232-9869.