



January 27, 2026

HOUSE BILL No. 1210

DIGEST OF HB 1210 (Updated January 22, 2026 5:41 pm - DI 125)

Citations Affected: IC 4-23; IC 4-33; IC 5-1; IC 5-14; IC 6-1.1; IC 6-2.5; IC 6-3.1; IC 6-3.6; IC 6-6; IC 6-9; IC 8-22; IC 9-13; IC 9-22; IC 16-18; IC 16-41; IC 22-12; IC 25-23.7; IC 26-1; IC 36-1; IC 36-2; IC 36-4; IC 36-7; IC 36-7.5; IC 36-8; IC 36-9; noncode.

Synopsis: Department of local government finance. Requires a municipal entity that hires or retains a municipal adviser to complete a competitive process at least once every two years to select the municipal adviser. Makes changes to the amount of supplemental wagering tax that the treasurer of state is required to pay to the riverboat operating in Gary. Makes changes to the distribution of wagering tax revenue to the city of Gary. Legalizes and validates certain bonds, notes, evidences of indebtedness, leases, or other written
(Continued next page)

Effective: Upon passage; January 1, 2024 (retroactive); January 1, 2025 (retroactive); May 10, 2025 (retroactive); July 1, 2025 (retroactive); January 1, 2026 (retroactive); February 28, 2026 (retroactive); July 1, 2026; July 1, 2027; January 1, 2028; June 30, 2028; July 1, 2028; January 1, 2029.

Snow, Lopez, Slager, Pryor

January 5, 2026, read first time and referred to Committee on Ways and Means.
January 27, 2026, amended, reported — Do Pass.

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obligations issued or executed by or in the name of the: (1) Indiana finance authority; (2) development authority; and (3) Lake County Convention Center Authority (authority). Provides that the authority is established when the construction of the convention and event center is substantially completed so that the convention and event center can be used for its intended purpose. Requires state agencies and political subdivisions to cooperate with the state GIS officer in preparing a statewide base map. Eliminates the requirement that the department of local government finance (DLGF) work with the office of technology or another organization that is part of a state educational institution for purposes of posting information on the Indiana transparency website and submitting forms regarding data for local units. Makes changes to procedures regarding the reporting by county assessors of assessment values of real and personal property and parcel level data. Changes the deadline by which a county must submit to the DLGF data regarding real property, personal property, and geographic information system information from September 1 to July 1 of each year. Requires the purchaser of a mobile home to process the paperwork with the bureau of motor vehicles to transfer the title into the purchaser's name within 90 days of the sale. Specifies eligibility for certain townships to petition for an increase to the maximum property tax levy for the firefighting and emergency services fund. Makes procedural changes for civil taxing units not subject to levy limits. Adds the county option circuit breaker tax credit and local property tax credits to the list of credits that result in a reduction of property tax collections in a political subdivision in which such a credit is applied. Specifies the procedures for the submission of certain forms and related allocation amounts with regard to various allocation areas. Provides that if a redevelopment commission fails to provide proper notice, the county auditor shall allocate 5% of the relevant assessed value in the allocation area to the respective taxing units. Changes reporting requirements by governing bodies to the DLGF regarding guaranteed savings contracts and energy efficient programs used by school corporations. Provides that the property tax rate for the levy imposed to be used for the replacement of fire protection territory equipment is considered part of the maximum permissible ad valorem property tax levy and may not exceed \$0.0333 per \$100 of assessed value. Extends a temporary increase in the capitalization rate percentage under the statewide agricultural land base rate determination. Provides that the DLGF shall annually publish on the Indiana Register the adjusted cost estimate threshold for a public work project that a board may perform using its own workforce, without awarding a contract. Provides a real and personal property tax exemption for Indiana nonprofit senior living communities beginning with property taxes that are first due and payable in 2027. Provides a property tax exemption for certain eligible property taxes first due and payable in 2025 and 2026. Prohibits certain individuals or business entities from bidding or purchasing a tract or item of real property offered at tax sale. Increases the amount of the property tax deduction for a model residence and a residence in inventory from 50% to 75% of the assessed value of the property for each deduction. Requires an individual to reside on the real property, mobile home, or manufactured home to be eligible for the over 65 property tax credit. Increases the property tax deduction for a veteran who is totally disabled to an amount equal to 100% of the assessed value of the individual's real property (instead of \$14,000). Expires property tax deductions for certain veterans, and instead provides a property tax liability credit. Restores the property tax deduction available to a surviving spouse of a World War I veteran that was limited to property taxes imposed for an assessment date before January 1, 2025, by SEA 1-2025 (P.L. 68-2025). Allows the executive of Miami Township in Cass County to submit a petition to the DLGF requesting an increase in the township's maximum permissible ad valorem property tax levy for property taxes

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Digest Continued

first due and payable in 2027. Requires the Hancock County fiscal body to adopt a resolution to allow a one time transfer of money from the library property tax replacement fund. Provides that for purposes of fixing and reviewing budgets, tax rates, and tax levies, before a county auditor makes an amendment, the county auditor must provide written notice to the county fiscal body, the DLGF, and the fiscal officers of the affected taxing units. Provides that the DLGF may not approve the budget for a political subdivision until an attestation statement concerning the uploading of contracts is submitted. Specifies eligibility and procedures for a health reimbursement arrangement income tax credit. Moves the effective date for the local income tax changes enacted in SEA 1 in the 2025 session from 2028 to 2029. Makes corresponding changes to move the expiration date regarding a county with a single voting bloc enacted in HEA 1142 in the 2025 session. Specifies procedures for the imposition of local income taxes and distribution of local income tax revenue. Provides that, for counties or municipalities that fail to adopt an ordinance to renew an existing expenditure tax rate, the expenditure tax rate for the county or municipality shall be the minimum tax rate necessary for existing debt service. Provides that the county may determine an allocation method for revenue raised from a tax rate for fire protection or emergency medical services. Provides that the county and certain township fire departments must receive an allocation of revenue raised from a tax rate for fire protection or emergency medical services. Provides a formula for the distribution of revenue from the local income tax rate imposed by a county for certain small cities and towns. Specifies procedures for determining population for purposes of a municipal local income tax rate. Allows the Marshall County jail fund to be used for costs otherwise incurred for the operation of the county jail. Allows the Rush County fiscal body to adopt an ordinance to impose a food and beverage tax on or before December 31, 2026. Authorizes the city of Greendale to impose a food and beverage tax. Provides that the Jackson County, DeKalb County, and Noble County innkeeper's tax rates may not exceed 8%. Replaces the definitions of "manufactured home" and "mobile home" throughout the Indiana Code with a singular definition. Requires a person appointed to a fire protection district board of trustees to reside in the fire protection district. Provides that, after a hearing on a petition to establish a tourism improvement district, a county's, city's, or town's legislative body may adopt the ordinance establishing the tourism improvement district. Revises a provision of the municipal Barrett Law concerning deferred installments Prohibits a unit from adopting or enforcing an ordinance, resolution, regulation, policy, or rule that prohibits or restricts an owner of a privately owned residential property from using the property as a rental property.

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January 27, 2026

Second Regular Session of the 124th General Assembly (2026)

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 2025 Regular Session of the General Assembly.

HOUSE BILL No. 1210

A BILL FOR AN ACT to amend the Indiana Code concerning taxation.

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

- 1 SECTION 1. IC 4-23-7.3-5.5 IS ADDED TO THE INDIANA
2 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
3 [EFFECTIVE JULY 1, 2026]: **Sec. 5.5. As used in this chapter,**
4 **"governmental boundary units" includes:**
5 **(1) the geographic boundaries of a political subdivision;**
6 **(2) the geographic boundaries of a taxing district (as defined**
7 **by IC 6-1.1-1-20); and**
8 **(3) any geographic boundaries related to the operation of the**
9 **statewide 911 system under IC 36-8-16.7.**
10 SECTION 2. IC 4-23-7.3-16, AS AMENDED BY P.L.134-2021,
11 SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
12 JULY 1, 2026]: Sec. 16. With money from the fund, the state GIS
13 officer, through the data center, the IGIC, and the other organizations,
14 shall do the following:
15 (1) Ensure that there are adequate depositories of all GIS data and

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1 framework data obtained by a state agency.

2 (2) Acquire, publish, store, and distribute GIS data and
3 framework data through the computer gateway administered
4 under IC 4-13.1-2-2(a)(6) by the office of technology and through
5 the state data center. The state GIS officer may also provide
6 access through the IGIC and other entities as directed by the state
7 GIS officer.

8 (3) Integrate GIS data and framework data developed and
9 maintained by state agencies and political subdivisions into the
10 statewide base map. **State agencies and political subdivisions**
11 **shall cooperate and participate as requested by the state GIS**
12 **officer to carry out this subdivision.**

13 (4) Maintain a state historical archive of GIS data, framework
14 data, and electronic maps.

15 (5) Except as otherwise provided in this chapter, provide public
16 access to GIS data and framework data in locations throughout
17 Indiana.

18 (6) Provide assistance to state agencies and political subdivisions
19 regarding public access to GIS data and framework data so that
20 information is available to the public while confidentiality is
21 protected for certain data from electronic maps.

22 (7) Develop and maintain statewide framework data layers
23 associated with a statewide base map or electronic map.

24 (8) Publish and distribute the state GIS data standards and the
25 statewide data integration plan adopted under section 14(2) of this
26 chapter.

27 (9) Subject to section 20 of this chapter, make GIS data,
28 framework data, and electronic maps available for use by the
29 Indiana Business Research Center.

30 SECTION 3. IC 4-23-7.3-20, AS ADDED BY P.L.198-2007,
31 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
32 JULY 1, 2026]: Sec. 20. (a) Except as provided in subsections (b), (c),
33 and (d), a political subdivision maintains the right to control the sale,
34 exchange, and distribution of any GIS data or framework data provided
35 by the political subdivision to the state through a data exchange
36 agreement entered into under this chapter.

37 (b) A political subdivision may agree, through a provision in a data
38 exchange agreement, to allow the sale, exchange, or distribution of GIS
39 data or framework data provided to the state.

40 (c) Subsection (a) does not apply to data that is otherwise required
41 by state or federal law to be provided by a political subdivision to the
42 state or federal government.



1 (d) ~~As a condition in a data exchange agreement for providing state~~
 2 ~~GIS data or framework data to a political subdivision,~~ The state GIS
 3 officer may require the political subdivision to follow the state GIS data
 4 standards and the statewide data integration plan when the political
 5 subdivision makes use of the GIS data or framework data as provided
 6 by the state.

7 SECTION 4. IC 4-33-12-8, AS AMENDED BY P.L.144-2024,
 8 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 9 UPON PASSAGE]: Sec. 8. (a) This section applies to tax revenue
 10 collected from a riverboat operating from Lake County.

11 (b) Except as provided by IC 6-3.1-20-7, the treasurer of state shall
 12 quarterly pay the following amounts from the taxes collected during the
 13 preceding calendar quarter from the riverboat operating from East
 14 Chicago:

15 (1) The lesser of:

16 (A) eight hundred seventy-five thousand dollars (\$875,000);

17 or

18 (B) thirty-three and one-third percent (33 1/3%) of the
 19 admissions tax and supplemental wagering tax collected by the
 20 licensed owner during the preceding calendar quarter;

21 to the fiscal officer of the northwest Indiana regional development
 22 authority to partially satisfy East Chicago's funding obligation to
 23 the authority under IC 36-7.5-4-2.

24 (2) The lesser of:

25 (A) two hundred eighteen thousand seven hundred fifty dollars
 26 (\$218,750); or

27 (B) thirty-three and one-third percent (33 1/3%) of the
 28 admissions tax and supplemental wagering tax collected by the
 29 licensed owner during the preceding calendar quarter;

30 to the fiscal officer of the northwest Indiana regional development
 31 authority to partially satisfy Lake County's funding obligation to
 32 the authority under IC 36-7.5-4-2.

33 (3) Except as provided in section 9(k) of this chapter, the
 34 remainder, if any, of:

35 (A) thirty-three and one-third percent (33 1/3%) of the
 36 admissions tax and supplemental wagering tax collected by the
 37 licensed owner during the preceding calendar quarter; minus

38 (B) the amount distributed to the northwest Indiana regional
 39 development authority under subdivision (1) for the calendar
 40 quarter;

41 must be paid to the city of East Chicago.

42 (4) Except as provided in section 9(k) of this chapter, the



- 1 remainder, if any, of:
- 2 (A) thirty-three and one-third percent (33 1/3%) of the
- 3 admissions tax and supplemental wagering tax collected by the
- 4 licensed owner during the preceding calendar quarter; minus
- 5 (B) the amount distributed to the northwest Indiana regional
- 6 development authority under subdivision (2) for the calendar
- 7 quarter;
- 8 must be paid to Lake County.
- 9 (5) Except as provided in section 9(k) of this chapter, three
- 10 percent (3%) of the admissions tax and supplemental wagering
- 11 tax collected by the licensed owner during the preceding calendar
- 12 quarter must be paid to the county convention and visitors bureau
- 13 for Lake County.
- 14 (6) Except as provided in section 9(k) of this chapter, three
- 15 hundred thirty-three thousandths percent (.333%) of the
- 16 admissions tax and supplemental wagering tax collected by the
- 17 licensed owner during the preceding calendar quarter must be
- 18 paid to the northern Indiana law enforcement training center.
- 19 (7) Except as provided in section 9(k) of this chapter, five percent
- 20 (5%) of the admissions tax and supplemental wagering tax
- 21 collected by the licensed owner during the preceding calendar
- 22 quarter must be paid to the state fair commission for use in any
- 23 activity that the commission is authorized to carry out under
- 24 IC 15-13-3.
- 25 (8) Except as provided in section 9(k) of this chapter, three and
- 26 thirty-three hundredths percent (3.33%) of the admissions tax and
- 27 supplemental wagering tax collected by the licensed owner during
- 28 the preceding calendar quarter must be paid to the division of
- 29 mental health and addiction.
- 30 (9) Twenty-one and six hundred sixty-seven thousandths percent
- 31 (21.667%) of the admissions tax and supplemental wagering tax
- 32 collected by the licensed owner during the preceding calendar
- 33 quarter must be paid to the state general fund.
- 34 (c) Except as provided by IC 6-3.1-20-7, the treasurer of state shall
- 35 quarterly pay the following amounts from the taxes collected during the
- 36 preceding calendar quarter from ~~each~~ the riverboat operating in Gary:
- 37 (1) The lesser of:
- 38 (A) ~~four hundred thirty-seven thousand five hundred dollars~~
- 39 ~~(\$437,500);~~ **eight hundred seventy-five thousand dollars**
- 40 **(\$875,000);** or
- 41 (B) thirty-three and one-third percent (33 1/3%) of the
- 42 admissions tax and supplemental wagering tax collected by the



1 licensed owner during the preceding calendar quarter;
 2 to the fiscal officer of the northwest Indiana regional development
 3 authority to partially satisfy Gary's funding obligation to the
 4 authority under IC 36-7.5-4-2.

5 (2) The lesser of:

6 (A) ~~two hundred eighteen thousand seven hundred fifty dollars~~
 7 ~~(\$218,750);~~ **four hundred thirty-seven thousand five**
 8 **hundred dollars (\$437,500);** or

9 (B) thirty-three and one-third percent (33 1/3%) of the
 10 admissions tax and supplemental wagering tax collected by the
 11 licensed owner during the preceding calendar quarter;
 12 to the fiscal officer of the northwest Indiana regional development
 13 authority to partially satisfy Lake County's funding obligation to
 14 the authority under IC 36-7.5-4-2.

15 (3) Except as provided in section 9(k) of this chapter, the
 16 remainder, if any, of:

17 (A) thirty-three and one-third percent (33 1/3%) of the
 18 admissions tax and supplemental wagering tax collected by the
 19 licensed owner of a riverboat operating in Gary during the
 20 preceding calendar quarter; minus

21 (B) the amount distributed to the northwest Indiana regional
 22 development authority under subdivision (1) for the calendar
 23 quarter;

24 must be paid to the city of Gary.

25 (4) Except as provided in section 9(k) of this chapter, the
 26 remainder, if any, of:

27 (A) thirty-three and one-third percent (33 1/3%) of the
 28 admissions tax and supplemental wagering tax collected by the
 29 licensed owner of a riverboat operating in Gary during the
 30 preceding calendar quarter; minus

31 (B) the amount distributed to the northwest Indiana regional
 32 development authority under subdivision (2) for the calendar
 33 quarter;

34 must be paid to Lake County.

35 (5) Except as provided in section 9(k) of this chapter, three
 36 percent (3%) of the admissions tax and supplemental wagering
 37 tax collected by the licensed owner of a riverboat operating in
 38 Gary during the preceding calendar quarter must be paid to the
 39 county convention and visitors bureau for Lake County.

40 (6) Except as provided in section 9(k) of this chapter, three
 41 hundred thirty-three thousandths percent (.333%) of the
 42 admissions tax and supplemental wagering tax collected by the



- 1 licensed owner of a riverboat operating in Gary during the
 2 preceding calendar quarter must be paid to the northern Indiana
 3 law enforcement training center.
- 4 (7) Except as provided in section 9(k) of this chapter, five percent
 5 (5%) of the admissions tax and supplemental wagering tax
 6 collected by the licensed owner of a riverboat operating in Gary
 7 during the preceding calendar quarter must be paid to the state
 8 fair commission for use in any activity that the commission is
 9 authorized to carry out under IC 15-13-3.
- 10 (8) Except as provided in section 9(k) of this chapter, three and
 11 thirty-three hundredths percent (3.33%) of the admissions tax and
 12 supplemental wagering tax collected by the licensed owner of a
 13 riverboat operating in Gary during the preceding calendar quarter
 14 must be paid to the division of mental health and addiction.
- 15 (9) Twenty-one and six hundred sixty-seven thousandths percent
 16 (21.667%) of the admissions tax and supplemental wagering tax
 17 collected by the licensed owner of a riverboat operating in Gary
 18 during the preceding calendar quarter must be paid to the state
 19 general fund.
- 20 (d) Except as provided by IC 6-3.1-20-7, the treasurer of state shall
 21 quarterly pay the following amounts from the taxes collected during the
 22 preceding calendar quarter from the riverboat operating in Hammond:
- 23 (1) The lesser of:
- 24 (A) eight hundred seventy-five thousand dollars (\$875,000);
 25 or
 26 (B) thirty-three and one-third percent (33 1/3%) of the
 27 admissions tax and supplemental wagering tax collected by the
 28 licensed owner of a riverboat operating in Hammond during
 29 the preceding calendar quarter;
 30 to the fiscal officer of the northwest Indiana regional development
 31 authority to partially satisfy Hammond's funding obligation to the
 32 authority under IC 36-7.5-4-2.
- 33 (2) The lesser of:
- 34 (A) two hundred eighteen thousand seven hundred fifty dollars
 35 (\$218,750); or
 36 (B) thirty-three and one-third percent (33 1/3%) of the
 37 admissions tax and supplemental wagering tax collected by the
 38 licensed owner during the preceding calendar quarter;
 39 to the fiscal officer of the northwest Indiana regional development
 40 authority to partially satisfy Lake County's funding obligation to
 41 the authority under IC 36-7.5-4-2.
- 42 (3) Except as provided in section 9(k) of this chapter, the



- 1 remainder, if any, of:
- 2 (A) thirty-three and one-third percent (33 1/3%) of the
- 3 admissions tax and supplemental wagering tax collected by the
- 4 licensed owner of the riverboat during the preceding calendar
- 5 quarter; minus
- 6 (B) the amount distributed to the northwest Indiana regional
- 7 development authority under subdivision (1) for the calendar
- 8 quarter;
- 9 must be paid to the city of Hammond.
- 10 (4) Except as provided in section 9(k) of this chapter, the
- 11 remainder, if any, of:
- 12 (A) thirty-three and one-third percent (33 1/3%) of the
- 13 admissions tax and supplemental wagering tax collected by the
- 14 licensed owner of the riverboat during the preceding calendar
- 15 quarter; minus
- 16 (B) the amount distributed to the northwest Indiana regional
- 17 development authority under subdivision (2) for the calendar
- 18 quarter;
- 19 must be paid to Lake County.
- 20 (5) Except as provided in section 9(k) of this chapter, three
- 21 percent (3%) of the admissions tax and supplemental wagering
- 22 tax collected by the licensed owner of the riverboat during the
- 23 preceding calendar quarter must be paid to the county convention
- 24 and visitors bureau for Lake County.
- 25 (6) Except as provided in section 9(k) of this chapter, three
- 26 hundred thirty-three thousandths percent (.333%) of the
- 27 admissions tax and supplemental wagering tax collected by the
- 28 licensed owner of a riverboat during the preceding calendar
- 29 quarter must be paid to the northern Indiana law enforcement
- 30 training center.
- 31 (7) Except as provided in section 9(k) of this chapter, five percent
- 32 (5%) of the admissions tax and supplemental wagering tax
- 33 collected by the licensed owner of the riverboat during the
- 34 preceding calendar quarter must be paid to the state fair
- 35 commission for use in any activity that the commission is
- 36 authorized to carry out under IC 15-13-3.
- 37 (8) Except as provided in section 9(k) of this chapter, three and
- 38 thirty-three hundredths percent (3.33%) of the admissions tax and
- 39 supplemental wagering tax collected by the licensed owner for
- 40 each person admitted to the riverboat during the preceding
- 41 calendar quarter must be paid to the division of mental health and
- 42 addiction.



(9) Twenty-one and six hundred sixty-seven thousandths percent (21.667%) of the admissions tax and supplemental wagering tax collected by the licensed owner of the riverboat during the preceding calendar quarter must be paid to the state general fund.

SECTION 5. IC 4-33-13-2.5 IS REPEALED [EFFECTIVE UPON PASSAGE]. Sec. 2.5: (a) This section applies only to tax revenue:

(1) remitted by a licensed owner operating a riverboat sited at a location approved under IC 4-33-6-4.5; and

(2) collected under this chapter after June 30, 2025.

(b) Notwithstanding section 3 of this chapter, the department shall deposit from the tax revenue remitted under this chapter by a licensed owner operating a riverboat sited at a location approved under IC 4-33-6-4.5 amounts as follows:

(1) In each state fiscal year beginning after June 30, 2025, and ending before July 1, 2027, an amount equal to the amount deposited under IC 36-7.5-6-5(a) by the city of Gary in the blighted property demolition fund established by IC 36-7.5-6-4, up to three million dollars (\$3,000,000).

(2) In each state fiscal year beginning after June 30, 2025, and ending before July 1, 2045, an amount equal to the amount deposited under IC 36-7.5-7-5(e) by an entity in the Lake County economic development and convention fund established by IC 36-7.5-7-5, up to five million dollars (\$5,000,000).

(3) In each state fiscal year beginning after June 30, 2025, and ending before July 1, 2050, an amount equal to the amount deposited under IC 36-7.5-8-4 by the city of Gary, or on behalf of the city of Gary from any other source, in the Gary Metro Center station revitalization fund established by IC 36-7.5-8-3, up to three million dollars (\$3,000,000).

Any amount of tax revenue remitted under this chapter by a licensed owner operating a riverboat sited at a location approved under IC 4-33-6-4.5 in a state fiscal year that exceeds the amount required for the deposits in this subsection for the state fiscal year must be deposited in the state gaming fund under section 3 of this chapter.

(c) Budget committee review is required before any money may be:

(1) matched under subsection (b); and

(2) released to any of the following funds:

(A) The blighted property demolition fund established by IC 36-7.5-6-4.

(B) The Lake County economic development and convention fund established by IC 36-7.5-7-5.

(C) The Gary Metro Center station revitalization fund



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established by IC 36-7.5-8-3.

(d) The northwest Indiana regional development authority established by IC 36-7.5-2-1 shall provide any information to the department that the department determines is necessary for the department to carry out this section.

(e) This section expires July 1, 2050.

SECTION 6. IC 4-33-13-3, AS AMENDED BY P.L.195-2023, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. ~~Except as provided in section 2.5 of this chapter,~~ The department shall deposit tax revenue collected under this chapter in the state gaming fund.

SECTION 7. IC 4-33-13-5, AS AMENDED BY P.L.9-2024, SECTION 109, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) This subsection does not apply to tax revenue remitted by an operating agent operating a riverboat in a historic hotel district. Excluding funds that are appropriated in the biennial budget act from the state gaming fund to the commission for purposes of administering this article, each month the state comptroller shall distribute the tax revenue deposited in the state gaming fund under this chapter to the following:

(1) An amount equal to the following shall be set aside for revenue sharing under subsection (d):

(A) Before July 1, 2021, the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter shall be set aside for revenue sharing under subsection (d).

(B) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is equal to or greater than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020, the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter shall be set aside for revenue sharing under subsection (d).

(C) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is less than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state year ending June 30, 2020, an amount equal to the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter multiplied by the result of:



1 (i) the total adjusted gross receipts received by licensees
2 from gambling games authorized under this article during
3 the preceding state fiscal year; divided by
4 (ii) the total adjusted gross receipts received by licensees
5 from gambling games authorized under this article during
6 the state fiscal year ending June 30, 2020;
7 shall be set aside for revenue sharing under subsection (d).
8 (2) Subject to subsection (c), twenty-five percent (25%) of the
9 remaining tax revenue remitted by each licensed owner shall be
10 paid **according to the following:**
11 (A) **Except as provided in clause (C), to the city, excluding**
12 **the city of Gary,** in which the riverboat is located or that is
13 designated as the home dock of the riverboat from which the
14 tax revenue was collected, in the case of:
15 (i) a city described in IC 4-33-12-6(b)(1)(A);
16 (ii) a city located in Lake County, **excluding the city of**
17 **Gary;** or
18 (iii) Terre Haute. ~~or~~
19 (B) To the county that is designated as the home dock of the
20 riverboat from which the tax revenue was collected, in the case
21 of a riverboat that is not located in a city described in clause
22 (A) or whose home dock is not in a city described in clause
23 (A).
24 (C) **In the case of the twenty-five percent (25%) of the**
25 **remaining tax revenue remitted by the licensed owner of**
26 **the riverboat located in the city of Gary, in each state fiscal**
27 **year beginning after June 30, 2026, an amount equal to:**
28 (i) **forty percent (40%) of the revenue shall be deposited**
29 **in the Lake County economic development and**
30 **convention fund established by IC 36-7.5-7-5, until the**
31 **amount deposited under this item equals five million**
32 **dollars (\$5,000,000) for a particular state fiscal year; and**
33 (ii) **sixty percent (60%) of the revenue shall be paid to**
34 **the city of Gary.**
35 **After the total amount of money deposited in the Lake**
36 **County economic development and convention fund**
37 **established by IC 36-7.5-7-5 for a particular state fiscal**
38 **year under item (i) equals five million dollars (\$5,000,000),**
39 **one hundred percent (100%) of the remaining revenue**
40 **under this subdivision shall be paid to the city of Gary for**
41 **the rest of that state fiscal year. For purposes of this**
42 **subdivision, the state comptroller shall treat any amounts**



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deposited under this clause in the Lake County economic development and convention fund established by IC 36-7.5-7-5 as amounts constructively received by the city of Gary and used to satisfy the city of Gary's funding obligation to the northwest Indiana regional development authority under IC 36-7.5-7-5.

(3) For state fiscal years ending before July 1, 2050, after making the distributions under subdivisions (1) and (2), the state comptroller shall make distributions from the remaining tax revenue remitted by each licensed owner in the following order of priority:

(A) In each state fiscal year beginning after June 30, 2025, and ending with the earlier of:

(i) the state fiscal year beginning July 1, 2044, and ending June 30, 2045, however, if the required review by the budget committee before the first distribution under this clause does not occur until the state fiscal year beginning July 1, 2026, and ending June 30, 2027, then the state fiscal year beginning July 1, 2045, and ending June 30, 2046, is the applicable final state fiscal year under this item; or

(ii) the date on which the state budget director receives a certificate from the public finance director appointed under IC 5-1.2-3-6 that all indebtedness of the Indiana finance authority and the northwest Indiana regional development authority which is secured by the fund has been repaid;

an amount equal to the amount deposited under IC 36-7.5-7-5(c) by the approved entity in the Lake County economic development and convention fund established by IC 36-7.5-7-5, up to five million dollars (\$5,000,000). However, review by the budget committee is required before the first distribution for the first state fiscal year may be made under this clause.

(B) In each state fiscal year beginning after June 30, 2025, and ending before July 1, 2027, and only after:

(i) review by the budget committee before the first distribution under this clause; and

(ii) for each subsequent distribution, upon the state budget director's receipt of a certificate from the fiscal officer of the northwest Indiana regional development authority of the amount deposited under IC 36-7.5-6-5(a)



1 by the city of Gary in the blighted property demolition
2 fund established by IC 36-7.5-6-4 during the state fiscal
3 year;
4 an amount equal to the amount deposited under
5 IC 36-7.5-6-5(a) by the city of Gary in the blighted
6 property demolition fund established by IC 36-7.5-6-4, up
7 to three million dollars (\$3,000,000).
8 (C) In each state fiscal year beginning after June 30, 2025,
9 and ending before July 1, 2050, and only after:
10 (i) review by the budget committee before the first
11 distribution under this clause; and
12 (ii) for each subsequent distribution, upon the state
13 budget director's receipt of a certificate from the fiscal
14 officer of the northwest Indiana regional development
15 authority of the amount deposited under IC 36-7.5-8-4
16 by the city of Gary, or on behalf of the city of Gary from
17 any other source, in the Gary Metro Center station
18 revitalization fund established by IC 36-7.5-8-3 during
19 the state fiscal year;
20 an amount equal to the amount deposited under
21 IC 36-7.5-8-4 by the city of Gary, or on behalf of the city of
22 Gary from any other source, in the Gary Metro Center
23 station revitalization fund established by IC 36-7.5-8-3, up
24 to three million dollars (\$3,000,000).
25 The northwest Indiana regional development authority
26 established by IC 36-7.5-2-1 shall provide any information to
27 the department that the department determines is necessary
28 to carry out this subdivision. This subdivision expires July 1,
29 2050.
30 (↔) (4) The remainder of the tax revenue remitted by each
31 licensed owner shall be paid to the state general fund. In each
32 state fiscal year, the state comptroller shall make the transfer
33 required by this subdivision on or before the fifteenth day of the
34 month based on revenue received during the preceding month for
35 deposit in the state gaming fund. Specifically, the state
36 comptroller may transfer the tax revenue received by the state in
37 a month to the state general fund in the immediately following
38 month according to this subdivision.
39 (b) This subsection applies only to tax revenue remitted by an
40 operating agent operating a riverboat in a historic hotel district after
41 June 30, 2019. Excluding funds that are appropriated in the biennial
42 budget act from the state gaming fund to the commission for purposes



1 of administering this article, each month the state comptroller shall
 2 distribute the tax revenue remitted by the operating agent under this
 3 chapter as follows:

4 (1) For state fiscal years beginning after June 30, 2019, but
 5 ending before July 1, 2021, fifty-six and five-tenths percent
 6 (56.5%) shall be paid to the state general fund.

7 (2) For state fiscal years beginning after June 30, 2021, fifty-six
 8 and five-tenths percent (56.5%) shall be paid as follows:

9 (A) Sixty-six and four-tenths percent (66.4%) shall be paid to
 10 the state general fund.

11 (B) Thirty-three and six-tenths percent (33.6%) shall be paid
 12 to the West Baden Springs historic hotel preservation and
 13 maintenance fund established by IC 36-7-11.5-11(b).

14 However, if:

15 (i) at any time the balance in that fund exceeds twenty-five
 16 million dollars (\$25,000,000); or

17 (ii) in any part of a state fiscal year in which the operating
 18 agent has received at least one hundred million dollars
 19 (\$100,000,000) of adjusted gross receipts;

20 the amount described in this clause shall be paid to the state
 21 general fund for the remainder of the state fiscal year.

22 (3) Forty-three and five-tenths percent (43.5%) shall be paid as
 23 follows:

24 (A) Twenty-two and four-tenths percent (22.4%) shall be paid
 25 as follows:

26 (i) Fifty percent (50%) to the fiscal officer of the town of
 27 French Lick.

28 (ii) Fifty percent (50%) to the fiscal officer of the town of
 29 West Baden Springs.

30 (B) Fourteen and eight-tenths percent (14.8%) shall be paid to
 31 the county treasurer of Orange County for distribution among
 32 the school corporations in the county. The governing bodies
 33 for the school corporations in the county shall provide a
 34 formula for the distribution of the money received under this
 35 clause among the school corporations by joint resolution
 36 adopted by the governing body of each of the school
 37 corporations in the county. Money received by a school
 38 corporation under this clause must be used to improve the
 39 educational attainment of students enrolled in the school
 40 corporation receiving the money. Not later than the first
 41 regular meeting in the school year of a governing body of a
 42 school corporation receiving a distribution under this clause,



- 1 the superintendent of the school corporation shall submit to
 2 the governing body a report describing the purposes for which
 3 the receipts under this clause were used and the improvements
 4 in educational attainment realized through the use of the
 5 money. The report is a public record.
- 6 (C) Thirteen and one-tenth percent (13.1%) shall be paid to the
 7 county treasurer of Orange County.
- 8 (D) Five and three-tenths percent (5.3%) shall be distributed
 9 quarterly to the county treasurer of Dubois County for
 10 appropriation by the county fiscal body after receiving a
 11 recommendation from the county executive. The county fiscal
 12 body for the receiving county shall provide for the distribution
 13 of the money received under this clause to one (1) or more
 14 taxing units (as defined in IC 6-1.1-1-21) in the county under
 15 a formula established by the county fiscal body after receiving
 16 a recommendation from the county executive.
- 17 (E) Five and three-tenths percent (5.3%) shall be distributed
 18 quarterly to the county treasurer of Crawford County for
 19 appropriation by the county fiscal body after receiving a
 20 recommendation from the county executive. The county fiscal
 21 body for the receiving county shall provide for the distribution
 22 of the money received under this clause to one (1) or more
 23 taxing units (as defined in IC 6-1.1-1-21) in the county under
 24 a formula established by the county fiscal body after receiving
 25 a recommendation from the county executive.
- 26 (F) Six and thirty-five hundredths percent (6.35%) shall be
 27 paid to the fiscal officer of the town of Paoli.
- 28 (G) Six and thirty-five hundredths percent (6.35%) shall be
 29 paid to the fiscal officer of the town of Orleans.
- 30 (H) Twenty-six and four-tenths percent (26.4%) shall be paid
 31 to the Indiana economic development corporation established
 32 by IC 5-28-3-1 for transfer as follows:
- 33 (i) Beginning after December 31, 2017, ten percent (10%)
 34 of the amount transferred under this clause in each calendar
 35 year shall be transferred to the South Central Indiana
 36 Regional Economic Development Corporation or a
 37 successor entity or partnership for economic development
 38 for the purpose of recruiting new business to Orange County
 39 as well as promoting the retention and expansion of existing
 40 businesses in Orange County.
- 41 (ii) The remainder of the amount transferred under this
 42 clause in each calendar year shall be transferred to Radius



1 Indiana or a successor regional entity or partnership for the
 2 development and implementation of a regional economic
 3 development strategy to assist the residents of Orange
 4 County and the counties contiguous to Orange County in
 5 improving their quality of life and to help promote
 6 successful and sustainable communities.

7 To the extent possible, the Indiana economic development
 8 corporation shall provide for the transfer under item (i) to be
 9 made in four (4) equal installments. However, an amount
 10 sufficient to meet current obligations to retire or refinance
 11 indebtedness or leases for which tax revenues under this
 12 section were pledged before January 1, 2015, by the Orange
 13 County development commission shall be paid to the Orange
 14 County development commission before making distributions
 15 to the South Central Indiana Regional Economic Development
 16 Corporation and Radius Indiana or their successor entities or
 17 partnerships. The amount paid to the Orange County
 18 development commission shall proportionally reduce the
 19 amount payable to the South Central Indiana Regional
 20 Economic Development Corporation and Radius Indiana or
 21 their successor entities or partnerships.

22 (c) This subsection does not apply to tax revenue remitted by an
 23 inland casino operating in Vigo County. For each city and county
 24 receiving money under subsection (a)(2), the state comptroller shall
 25 determine the total amount of money paid by the state comptroller to
 26 the city or county during the state fiscal year 2002. The amount
 27 determined is the base year revenue for the city or county. The state
 28 comptroller shall certify the base year revenue determined under this
 29 subsection to the city or county. The total amount of money distributed
 30 to a city or county under this section during a state fiscal year may not
 31 exceed the entity's base year revenue. For each state fiscal year, the
 32 state comptroller shall pay that part of the riverboat wagering taxes
 33 that:

- 34 (1) exceeds a particular city's or county's base year revenue; and
- 35 (2) would otherwise be due to the city or county under this
 36 section;

37 to the state general fund instead of to the city or county.

38 (d) Except as provided in subsections (k) and (l), before August 15
 39 of each year, the state comptroller shall distribute the wagering taxes
 40 set aside for revenue sharing under subsection (a)(1) to the county
 41 treasurer of each county that does not have a riverboat according to the
 42 ratio that the county's population bears to the total population of the



1 counties that do not have a riverboat. Except as provided in subsection
 2 (g), the county auditor shall distribute the money received by the
 3 county under this subsection as follows:

4 (1) To each city located in the county according to the ratio the
 5 city's population bears to the total population of the county.

6 (2) To each town located in the county according to the ratio the
 7 town's population bears to the total population of the county.

8 (3) After the distributions required in subdivisions (1) and (2) are
 9 made, the remainder shall be retained by the county.

10 (e) Money received by a city, town, or county under subsection (d)
 11 or (g) may be used for any of the following purposes:

12 (1) To reduce the property tax levy of the city, town, or county for
 13 a particular year (a property tax reduction under this subdivision
 14 does not reduce the maximum levy of the city, town, or county
 15 under IC 6-1.1-18.5).

16 (2) For deposit in a special fund or allocation fund created under
 17 IC 8-22-3.5, IC 36-7-14, IC 36-7-14.5, IC 36-7-15.1, and
 18 IC 36-7-30 to provide funding for debt repayment.

19 (3) To fund sewer and water projects, including storm water
 20 management projects.

21 (4) For police and fire pensions.

22 (5) To carry out any governmental purpose for which the money
 23 is appropriated by the fiscal body of the city, town, or county.

24 Money used under this subdivision does not reduce the property
 25 tax levy of the city, town, or county for a particular year or reduce
 26 the maximum levy of the city, town, or county under
 27 IC 6-1.1-18.5.

28 (f) This subsection does not apply to an inland casino operating in
 29 Vigo County. Before July 15 of each year, the state comptroller shall
 30 determine the total amount of money distributed to an entity under
 31 IC 4-33-12-6 or IC 4-33-12-8 during the preceding state fiscal year. If
 32 the state comptroller determines that the total amount of money
 33 distributed to an entity under IC 4-33-12-6 or IC 4-33-12-8 during the
 34 preceding state fiscal year was less than the entity's base year revenue
 35 (as determined under IC 4-33-12-9), the state comptroller shall make
 36 a supplemental distribution to the entity from taxes collected under this
 37 chapter and deposited into the state general fund. Except as provided
 38 in subsection (h), the amount of an entity's supplemental distribution
 39 is equal to:

40 (1) the entity's base year revenue (as determined under
 41 IC 4-33-12-9); minus

42 (2) the sum of:



- 1 (A) the total amount of money distributed to the entity and
 2 constructively received by the entity during the preceding state
 3 fiscal year under IC 4-33-12-6 or IC 4-33-12-8; plus
 4 (B) the amount of any admissions taxes deducted under
 5 IC 6-3.1-20-7.
- 6 (g) This subsection applies only to Marion County. The county
 7 auditor shall distribute the money received by the county under
 8 subsection (d) as follows:
- 9 (1) To each city, other than the consolidated city, located in the
 10 county according to the ratio that the city's population bears to the
 11 total population of the county.
 12 (2) To each town located in the county according to the ratio that
 13 the town's population bears to the total population of the county.
 14 (3) After the distributions required in subdivisions (1) and (2) are
 15 made, the remainder shall be paid in equal amounts to the
 16 consolidated city and the county.
- 17 (h) This subsection does not apply to an inland casino operating in
 18 Vigo County. This subsection applies to a supplemental distribution
 19 made after June 30, 2017. The maximum amount of money that may be
 20 distributed under subsection (f) in a state fiscal year is equal to the
 21 following:
- 22 (1) Before July 1, 2021, forty-eight million dollars (\$48,000,000).
 23 (2) After June 30, 2021, if the total adjusted gross receipts
 24 received by licensees from gambling games authorized under this
 25 article during the preceding state fiscal year is equal to or greater
 26 than the total adjusted gross receipts received by licensees from
 27 gambling games authorized under this article during the state
 28 fiscal year ending June 30, 2020, the maximum amount is
 29 forty-eight million dollars (\$48,000,000).
 30 (3) After June 30, 2021, if the total adjusted gross receipts
 31 received by licensees from gambling games authorized under this
 32 article during the preceding state fiscal year is less than the total
 33 adjusted gross receipts received by licensees from gambling
 34 games authorized under this article during the state fiscal year
 35 ending June 30, 2020, the maximum amount is equal to the result
 36 of:
- 37 (A) forty-eight million dollars (\$48,000,000); multiplied by
 38 (B) the result of:
- 39 (i) the total adjusted gross receipts received by licensees
 40 from gambling games authorized under this article during
 41 the preceding state fiscal year; divided by
 42 (ii) the total adjusted gross receipts received by licensees



1 from gambling games authorized under this article during
2 the state fiscal year ending June 30, 2020.

3 If the total amount determined under subsection (f) exceeds the
4 maximum amount determined under this subsection, the amount
5 distributed to an entity under subsection (f) must be reduced according
6 to the ratio that the amount distributed to the entity under IC 4-33-12-6
7 or IC 4-33-12-8 bears to the total amount distributed under
8 IC 4-33-12-6 and IC 4-33-12-8 to all entities receiving a supplemental
9 distribution.

10 (i) This subsection applies to a supplemental distribution, if any,
11 payable to Lake County, Hammond, Gary, or East Chicago under
12 subsections (f) and (h). Beginning in July 2016, the state comptroller
13 shall, after making any deductions from the supplemental distribution
14 required by IC 6-3.1-20-7, deduct from the remainder of the
15 supplemental distribution otherwise payable to the unit under this
16 section the lesser of:

- 17 (1) the remaining amount of the supplemental distribution; or
18 (2) the difference, if any, between:
19 (A) three million five hundred thousand dollars (\$3,500,000);
20 minus
21 (B) the amount of admissions taxes constructively received by
22 the unit in the previous state fiscal year.

23 The state comptroller shall distribute the amounts deducted under this
24 subsection to the northwest Indiana ~~redevelopment~~ **regional**
25 **development** authority established under IC 36-7.5-2-1 for deposit in
26 the development authority revenue fund established under
27 IC 36-7.5-4-1.

- 28 (j) Money distributed to a political subdivision under subsection (b):
29 (1) must be paid to the fiscal officer of the political subdivision
30 and may be deposited in the political subdivision's general fund
31 (in the case of a school corporation, the school corporation may
32 deposit the money into either the education fund (IC 20-40-2) or
33 the operations fund (IC 20-40-18)) or riverboat fund established
34 under IC 36-1-8-9, or both;
35 (2) may not be used to reduce the maximum levy under
36 IC 6-1.1-18.5 of a county, city, or town or the maximum tax rate
37 of a school corporation, but, except as provided in subsection
38 (b)(3)(B), may be used at the discretion of the political
39 subdivision to reduce the property tax levy of the county, city, or
40 town for a particular year;
41 (3) except as provided in subsection (b)(3)(B), may be used for
42 any legal or corporate purpose of the political subdivision,



1 including the pledge of money to bonds, leases, or other
 2 obligations under IC 5-1-14-4; and

3 (4) is considered miscellaneous revenue.

4 Money distributed under subsection (b)(3)(B) must be used for the
 5 purposes specified in subsection (b)(3)(B).

6 (k) After June 30, 2020, the amount of wagering taxes that would
 7 otherwise be distributed to South Bend under subsection (d) shall be
 8 deposited as being received from all riverboats whose supplemental
 9 wagering tax, as calculated under IC 4-33-12-1.5(b), is over three and
 10 five-tenths percent (3.5%). The amount deposited under this
 11 subsection, in each riverboat's account, is proportionate to the
 12 supplemental wagering tax received from that riverboat under
 13 IC 4-33-12-1.5 in the month of July. The amount deposited under this
 14 subsection must be distributed in the same manner as the supplemental
 15 wagering tax collected under IC 4-33-12-1.5. This subsection expires
 16 June 30, 2021.

17 (l) After June 30, 2021, the amount of wagering taxes that would
 18 otherwise be distributed to South Bend under subsection (d) shall be
 19 withheld and deposited in the state general fund.

20 SECTION 8. IC 4-33-13-5.4, AS ADDED BY P.L.169-2025,
 21 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 22 UPON PASSAGE]: Sec. 5.4. (a) This section applies to each state
 23 fiscal year beginning after June 30, 2026.

24 (b) As used in this section, "qualified city" refers to East Chicago,
 25 Hammond, or Michigan City.

26 (c) As used in this section, "supplemental payment statute" refers to
 27 IC 4-33-13-5.3, as in effect on January 1, 2025.

28 (d) Subject to subsections (i) and (j), a qualified city is entitled to
 29 supplemental payments under this section for amounts not paid in state
 30 fiscal years 2022, 2023, 2024, and 2025 under the supplemental
 31 payment statute. The state comptroller shall determine the total amount
 32 of supplemental payments to which each qualified city is entitled as
 33 follows:

34 (1) In the case of East Chicago, an amount equal to the sum of the
 35 following:

36 (A) Six million four hundred seventy-four thousand two
 37 hundred seventy-four dollars (\$6,474,274).

38 (B) The amount, if any, for state fiscal year 2025 for which
 39 East Chicago is eligible under the supplemental payment
 40 statute.

41 (2) In the case of Michigan City, an amount equal to the sum of
 42 the following:



- 1 (A) Five million seven hundred fifty-two thousand one
- 2 hundred twenty-five dollars (\$5,752,125).
- 3 (B) The amount, if any, for state fiscal year 2025 for which
- 4 Michigan City is eligible under the supplemental payment
- 5 statute.
- 6 (3) In the case of Hammond, an amount equal to the amount, if
- 7 any, for state fiscal year 2025 for which Hammond is eligible
- 8 under the supplemental payment statute.
- 9 (e) Subject to subsections (j) and (l), each month, **after deducting**
- 10 **the amount required under section 5(a)(2)(C)(i) of this chapter**, the
- 11 state comptroller shall deduct an amount otherwise payable to Gary
- 12 under section ~~5(a)(2)~~ **5(a)(2)(C)** of this chapter, if any, for the purpose
- 13 of this chapter, not to exceed a total of two million dollars (\$2,000,000)
- 14 for the state fiscal year.
- 15 (f) Subject to subsections (i), (j), and (l), the state comptroller shall
- 16 annually distribute supplemental payments to each qualified city, on a
- 17 monthly basis, based on:
- 18 (1) the amount deducted under subsection (e) in the preceding
- 19 month; and
- 20 (2) one-twelfth (1/12) of the amount appropriated from the state
- 21 general fund under subsection (k).
- 22 (g) Money for the supplemental payments is sourced from:
- 23 (1) the total amount deducted under subsection (e) in the state
- 24 fiscal year; plus
- 25 (2) money appropriated by the general assembly for the state
- 26 fiscal year for the purpose of making supplemental payments
- 27 under this section.
- 28 (h) The state comptroller shall make a supplemental payment in
- 29 each state fiscal year to each qualified city in an amount determined
- 30 under the last STEP of the following formula:
- 31 STEP ONE: Divide the:
- 32 (A) total amount determined under subsection (d) for the
- 33 qualified city; by
- 34 (B) aggregate amount of supplemental payments for all
- 35 qualified cities determined under subsection (d).
- 36 STEP TWO: Multiply the:
- 37 (A) STEP ONE result; by
- 38 (B) amount of money to be used for supplemental payments in
- 39 the state fiscal year under subsections (f) and (g).
- 40 (i) A qualified city may not receive a supplemental payment in
- 41 excess of the amount determined under subsection (d) for the qualified
- 42 city.



1 (j) The total amount of supplemental payments made to qualified
2 cities in all state fiscal years may not exceed the aggregate amount of
3 supplemental payments determined under subsection (d).

4 (k) There is appropriated from the state general fund to the gaming
5 fund two million dollars (\$2,000,000) in each state fiscal year
6 beginning after June 30, 2026, which may only be used to make
7 supplemental payments. Any amount not needed to make a
8 supplemental payment in a state fiscal year reverts to the state general
9 fund at the close of the state fiscal year and may not be used for any
10 other purpose.

11 (l) After the total amount of all supplemental payments to qualified
12 cities determined in subsection (d) have been made under this chapter,
13 the state comptroller shall continue, each month, **after deducting the**
14 **amount required under section 5(a)(2)(C)(i) of this chapter**, to
15 deduct an amount otherwise payable to Gary under section ~~5(a)(2)~~
16 **5(a)(2)(C)** of this chapter as set forth in subsection (e) not to exceed a
17 total of two million dollars (\$2,000,000) for the state fiscal year for the
18 purpose of repaying to the state the total amounts appropriated from the
19 state general fund under subsection (k) and paid to qualified cities as
20 supplemental payments under this chapter. The state comptroller shall
21 cease the deductions under this subsection on the date that the total
22 amounts appropriated from the state general fund under subsection (k)
23 and paid to qualified cities have been repaid.

24 (m) This section expires July 1, 2039.

25 SECTION 9. IC 5-1-14-19 IS ADDED TO THE INDIANA CODE
26 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
27 1, 2026]: **Sec. 19. (a) This section applies to a contract between a**
28 **municipal entity and a municipal adviser entered into, renewed, or**
29 **amended after June 30, 2026.**

30 (b) As used in this section, "municipal adviser" means a person
31 defined as a municipal adviser under Section 15B of the Securities
32 Exchange Act.

33 (c) As used in this section, "municipal entity" refers to:

- 34 (1) a county;
- 35 (2) a township;
- 36 (3) a city;
- 37 (4) a town;
- 38 (5) a school corporation;
- 39 (6) a special taxing district;
- 40 (7) an instrumentality of an entity listed in subdivisions (1)
- 41 through (6); and
- 42 (8) any other entity required to sell bonds pursuant to



1 **IC 5-1-11.**

2 **(d) As used in this section, "municipal financial products"**
 3 **means municipal derivatives, guaranteed investment contracts, and**
 4 **investment strategies.**

5 **(e) As used in this section, "obligated person" means any person**
 6 **who is committed under a contract or another arrangement to**
 7 **support the payment of all or part of the obligations on municipal**
 8 **securities to be sold in an offering.**

9 **(f) As used in this section, "solicitation of a municipal entity or**
 10 **obligated person" has the meaning set forth in 15 U.S.C.**
 11 **780-4(e)(9).**

12 **(g) If a municipal entity hires or retains a municipal adviser, the**
 13 **municipal entity shall complete a request for proposals at least**
 14 **once every three (3) years to select the municipal adviser. The**
 15 **request for proposals must include a scope of services and an**
 16 **evaluation criteria outline.**

17 **(h) The municipal entity shall publish a contract entered into**
 18 **with a municipal adviser in a prominent location on the municipal**
 19 **entity's website and on the department of local government**
 20 **finance's computer gateway.**

21 SECTION 10. IC 5-14-3.8-3, AS AMENDED BY P.L.1-2025,
 22 SECTION 66, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 23 JULY 1, 2026]: Sec. 3. The department, ~~working with the office of~~
 24 ~~technology established by IC 4-13.1-2-1, or another organization that~~
 25 ~~is part of a state educational institution;~~ the office of management and
 26 budget established by IC 4-3-22-3, and the state board of accounts
 27 established by IC 5-11-1-1 shall post on the Indiana transparency
 28 website the following:

- 29 (1) The financial reports required by IC 5-11-1-4.
 30 (2) The report on expenditures per capita prepared under
 31 IC 6-1.1-33.5-7.
 32 (3) A listing of the property tax rates certified by the department.
 33 (4) An index of audit reports prepared by the state board of
 34 accounts.
 35 (5) Local development agreement reports prepared under
 36 IC 4-33-23-10 and IC 4-33-23-17.
 37 (6) Information for evaluating the fiscal health of a political
 38 subdivision in the format required by section 8(b) of this chapter.
 39 (7) A listing of expenditures specifically identifying those for:
 40 (A) personal services;
 41 (B) other operating expenses or total operating expenses; and
 42 (C) debt service, including lease payments, related to debt.



1 (8) A listing of fund balances, specifically identifying balances in
 2 funds that are being used for accumulation of money for future
 3 capital needs.

4 (9) Any other financial information deemed appropriate by the
 5 department.

6 SECTION 11. IC 5-14-3.8-7, AS AMENDED BY P.L.137-2012,
 7 SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 8 JULY 1, 2026]: Sec. 7. The department may require that prescribed
 9 forms be submitted in an electronic format. The department ~~working~~
 10 ~~with the office of technology established by IC 4-13-1-2-1 or another~~
 11 ~~organization that is part of a state educational institution,~~ shall develop
 12 and maintain a secure, web based system that facilitates electronic
 13 submission of the forms under this section. Political subdivisions shall
 14 submit forms under this section through the web based system as
 15 prescribed by the department.

16 SECTION 12. IC 6-1.1-1-8.7 IS AMENDED TO READ AS
 17 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 8.7. "Mobile home"
 18 has the meaning set forth in ~~IC 6-1.1-7-1. IC 9-13-2-103.2.~~ **The term**
 19 **includes a manufactured home (as defined in IC 9-13-2-96(a)).**

20 SECTION 13. IC 6-1.1-2-11, AS ADDED BY P.L.68-2025,
 21 SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 22 JULY 1, 2025 (RETROACTIVE)]: Sec. 11. (a) As used in this section,
 23 "tax increment financing allocation area" means any area authorized by
 24 statute in which ad valorem property taxes are allocated, including the
 25 following:

- 26 (1) IC 6-1.1-39 (economic development districts).
- 27 (2) IC 8-22-3.5 (airport development zones).
- 28 (3) IC 36-7-14 (redevelopment of areas needing redevelopment
- 29 generally).
- 30 (4) IC 36-7-15.1 (redevelopment of areas in Marion County).
- 31 (5) IC 36-7-30 (reuse of federal military bases).
- 32 (6) IC 36-7-30.5 (development of multicounty federal military
- 33 bases).
- 34 (7) IC 36-7-32 (certified technology parks).
- 35 (8) IC 36-7-32.5 (innovation development districts).
- 36 (9) IC 36-7.5-4.5 (rail transit development districts).

37 (b) The department shall, in each year beginning after December 31,
 38 ~~2025,~~ **2026**, and ending before January 1, 2034, adjust the base
 39 assessed value of each tax increment financing allocation area to
 40 neutralize the effect of the changing tax rates resulting year to year
 41 from the homestead deduction under IC 6-1.1-12-37(c)(2) and
 42 IC 6-1.1-12-37.5(c) and the deduction for eligible property under



1 IC 6-1.1-12-47. It is the intent of the general assembly that an increase
 2 in revenue from a change in tax rates resulting from these statutes
 3 accrue only to the base assessed value and not to the tax increment
 4 financing allocation area. However, in the case of a decrease in revenue
 5 from a change in tax rates resulting from these statutes, the department
 6 may neutralize the change under this subsection in a positive manner
 7 with regard to the tax increment financing allocation area to protect the
 8 ability to pay bonds based on incremental revenue, if the tax increment
 9 financing allocation area demonstrates to the department that an
 10 adjustment is needed before the department calculates a positive
 11 neutralization adjustment.

12 SECTION 14. IC 6-1.1-3-17, AS AMENDED BY P.L.232-2017,
 13 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 14 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 17. (a) On or before June
 15 1 of each year, each township assessor (if any) of a county shall deliver
 16 to the county assessor a list which states by taxing district the total of
 17 the personal property assessments as shown on the personal property
 18 returns filed with the township assessor on or before the filing date of
 19 that year and in a county with a township assessor under IC 36-6-5-1
 20 in every township the township assessor shall deliver the lists to the
 21 county auditor as prescribed in subsection (b).

22 (b) On or before July 1 of each year, each county assessor shall
 23 certify to the county auditor **and the department of local government**
 24 **finance** the assessment value of the personal property in every taxing
 25 district. **The county assessor shall certify the assessment value of**
 26 **the personal property in the form prescribed by the department of**
 27 **local government finance.**

28 (c) ~~The department of local government finance shall prescribe the~~
 29 ~~forms required by this section. If a county assessor fails to certify to~~
 30 ~~the county auditor and the department of local government finance~~
 31 ~~the assessment value of the personal property in every taxing~~
 32 ~~district on or before July 1 in accordance with subsection (b), the~~
 33 ~~county assessor shall, on or before July 1 of the same calendar~~
 34 ~~year, provide electronic notice to the county auditor, the county~~
 35 ~~fiscal body, the department of local government finance, and each~~
 36 ~~political subdivision in the county subject to IC 6-1.1-17-16. The~~
 37 ~~electronic notice must include a written statement acknowledging~~
 38 ~~noncompliance and detail the reasons why the statutory deadline~~
 39 ~~provided in subsection (b) was not met.~~

40 (d) **The department of local government finance shall, before**
 41 **February 2, 2027, and before February 2 of each year thereafter,**
 42 **submit a report of the counties that failed to meet the statutory**



1 **deadline set forth in subsection (b) to the legislative services agency**
 2 **for distribution to the members of the legislative council. The**
 3 **report must be in an electronic format under IC 5-14-6.**

4 SECTION 15. IC 6-1.1-4-4.5, AS AMENDED BY P.L.230-2025,
 5 SECTION 19, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 6 JULY 1, 2026]: Sec. 4.5. (a) The department of local government
 7 finance shall adopt rules establishing a system for annually adjusting
 8 the assessed value of real property to account for changes in value in
 9 those years since a reassessment under section 4.2 of this chapter for
 10 the property last took effect.

11 (b) Subject to subsection (f), the system must be applied to adjust
 12 assessed values beginning with the 2006 assessment date and each year
 13 thereafter that is not a year in which a reassessment under section 4.2
 14 of this chapter for the property becomes effective.

15 (c) The rules adopted under subsection (a) must include the
 16 following characteristics in the system:

17 (1) Promote uniform and equal assessment of real property within
 18 and across classifications.

19 (2) Require that assessing officials:

20 (A) reevaluate the factors that affect value;

21 (B) express the interactions of those factors mathematically;

22 (C) use mass appraisal techniques to estimate updated property
 23 values within statistical measures of accuracy; and

24 (D) provide notice to taxpayers of an assessment increase that
 25 results from the application of annual adjustments.

26 (3) Prescribe procedures that permit the application of the
 27 adjustment percentages in an efficient manner by assessing
 28 officials.

29 (d) The department of local government finance must review and
 30 certify each annual adjustment determined under this section.

31 (e) For an assessment beginning after December 31, 2022,
 32 agricultural improvements such as but not limited to barns, grain bins,
 33 or silos on land assessed as agricultural shall not be adjusted using
 34 factors, such as neighborhood delineation, that are appropriate for use
 35 in adjusting residential, commercial, and industrial real property. Those
 36 portions of agricultural parcels that include land and buildings not used
 37 for an agricultural purpose, such as homes, homesites, and excess
 38 residential land and commercial or industrial land and buildings, shall
 39 be adjusted by the factor or factors developed for other similar property
 40 within the geographic stratification. The residential portion of
 41 agricultural properties shall be adjusted by the factors applied to
 42 similar residential purposes.



1 (f) In making the annual determination of the base rate to satisfy the
 2 requirement for an annual adjustment for each assessment date, the
 3 department of local government finance shall, not later than March 1
 4 of each year, determine the base rate using the methodology reflected
 5 in Table 2-18 of Book 1, Chapter 2 of the department of local
 6 government finance's Real Property Assessment Guidelines (as in
 7 effect on January 1, 2005), except that the department shall adjust the
 8 methodology as follows:

9 (1) Use a six (6) year rolling average adjusted under subdivision

10 (3) instead of a four (4) year rolling average.

11 (2) Use the data from the six (6) most recent years preceding the
 12 year in which the assessment date occurs for which data is
 13 available, before one (1) of those six (6) years is eliminated under
 14 subdivision (3) when determining the rolling average.

15 (3) Eliminate in the calculation of the rolling average the year
 16 among the six (6) years for which the highest market value in use
 17 of agricultural land is determined.

18 (4) After determining a preliminary base rate that would apply for
 19 the assessment date without applying the adjustment under this
 20 subdivision, the department of local government finance shall
 21 adjust the preliminary base rate as follows:

22 (A) If the preliminary base rate for the assessment date would
 23 be at least ten percent (10%) greater than the final base rate
 24 determined for the preceding assessment date, a capitalization
 25 rate of:

26 (i) for purposes of determining the preliminary base rate for
 27 the January 1, 2025, ~~and the January 1, 2026,~~ **and January**
 28 **1, 2027**, assessment dates, nine percent (9%); and

29 (ii) for purposes of determining the preliminary base rate for
 30 assessment dates before January 1, 2025, and for assessment
 31 dates after December 31, ~~2026;~~ **2027**, eight percent (8%);
 32 shall be used to determine the final base rate.

33 (B) If the preliminary base rate for the assessment date would
 34 be at least ten percent (10%) less than the final base rate
 35 determined for the preceding assessment date, a capitalization
 36 rate of six percent (6%) shall be used to determine the final
 37 base rate.

38 (C) If neither clause (A) nor clause (B) applies, a capitalization
 39 rate of seven percent (7%) shall be used to determine the final
 40 base rate.

41 (D) In the case of a market value in use for a year that is used
 42 in the calculation of the six (6) year rolling average under



- 1 subdivision (1) for purposes of determining the base rate for
 2 the assessment date:
- 3 (i) that market value in use shall be recalculated by using the
 4 capitalization rate determined under clauses (A) through (C)
 5 for the calculation of the base rate for the assessment date;
 6 and
 7 (ii) the market value in use recalculated under item (i) shall
 8 be used in the calculation of the six (6) year rolling average
 9 under subdivision (1).
- 10 (g) For assessment dates after December 31, 2009, an adjustment in
 11 the assessed value of real property under this section shall be based on
 12 the estimated true tax value of the property on the assessment date that
 13 is the basis for taxes payable on that real property.
- 14 (h) The department shall release the department's annual
 15 determination of the base rate on or before March 1 of each year.
- 16 (i) For the January 1, 2025, assessment date only, the base rate
 17 determined using the capitalization rate under subsection (f)(4)(A)(i)
 18 shall not apply to land that is assessed under section 12 of this chapter.
- 19 SECTION 16. IC 6-1.1-4-25, AS AMENDED BY P.L.1-2025,
 20 SECTION 76, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 21 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 25. (a) Each township
 22 assessor and each county assessor shall keep the assessor's
 23 reassessment data and records current by securing the necessary field
 24 data and by making changes in the assessed value of real property as
 25 changes occur in the use of the real property. The township or county
 26 assessor's records shall at all times show the assessed value of real
 27 property in accordance with this chapter. The township assessor shall
 28 ensure that the county assessor has full access to the assessment
 29 records maintained by the township assessor.
- 30 (b) The county assessor shall:
- 31 (1) maintain an electronic data file of:
- 32 (A) the parcel characteristics and parcel assessments of all
 33 parcels; and
 34 (B) the personal property return characteristics and
 35 assessments by return;
 36 for each township in the county as of each assessment date;
- 37 (2) maintain the electronic file in a form that formats the
 38 information in the file with the standard data, field, and record
 39 coding required and approved by:
- 40 (A) the legislative services agency; and
 41 (B) the department of local government finance;
- 42 (3) provide electronic access to property record cards on the



1 official county website; and

2 (4) before ~~September~~ **July 1** of each year, transmit the data in
3 the file with respect to the assessment date of that year to the
4 department of local government finance.

5 (c) The appropriate county officer, as designated by the county
6 executive, shall:

7 (1) maintain an electronic data file of the geographic information
8 system characteristics of each parcel for each township in the
9 county as of each assessment date;

10 (2) maintain the electronic file in a form that formats the
11 information in the file with the standard data, field, and record
12 coding required and approved by the office of technology; and

13 (3) before ~~September~~ **July 1** of each year, transmit the data in
14 the file with respect to the assessment date of that year to the
15 geographic information office of the office of technology.

16 (d) An assessor under subsection (b) and an appropriate county
17 officer under subsection (c) shall do the following:

18 (1) Transmit the data in a manner that meets the data export and
19 transmission requirements in a standard format, as prescribed by
20 the office of technology established by IC 4-13.1-2-1 and
21 approved by the legislative services agency.

22 (2) Resubmit the data in the form and manner required under
23 subsection (b) or (c) upon request of the legislative services
24 agency, the department of local government finance, or the
25 geographic information office of the office of technology, as
26 applicable, if data previously submitted under subsection (b) or
27 (c) does not comply with the requirements of subsection (b) or (c),
28 as determined by the legislative services agency, the department
29 of local government finance, or the geographic information office
30 of the office of technology, as applicable.

31 An electronic data file maintained for a particular assessment date may
32 not be overwritten with data for a subsequent assessment date until a
33 copy of an electronic data file that preserves the data for the particular
34 assessment date is archived in the manner prescribed by the office of
35 technology established by IC 4-13.1-2-1 and approved by the
36 legislative services agency.

37 SECTION 17. IC 6-1.1-5-14, AS AMENDED BY P.L.232-2017,
38 SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
39 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 14. (a) Not later than:

40 (1) May 15 in each calendar year ending before January 1, 2017;
41 and

42 (2) May 1 in each calendar year ending after December 31, 2016;



1 each township assessor in the county (if any) shall prepare and deliver
 2 to the county assessor a detailed list of the real property listed for
 3 taxation in the township.

4 (b) On or before July 1 of each calendar year, each county assessor
 5 shall, under oath, ~~prepare and deliver~~ **certify** to the county auditor **and**
 6 **the department of local government finance** a detailed list of the real
 7 property listed for taxation in the county. The county assessor shall
 8 ~~prepare~~ **certify** the list in the form prescribed by the department of
 9 local government finance.

10 (c) **If the county assessor fails to certify to the county auditor**
 11 **and the department of local government finance a detailed list of**
 12 **the real property on or before July 1 in accordance with subsection**
 13 **(b), then the county assessor shall, on or before July 1 of the same**
 14 **calendar year, provide electronic notice to the county auditor, the**
 15 **county fiscal body, the department of local government finance,**
 16 **and each political subdivision in the county subject to**
 17 **IC 6-1.1-17-16. The electronic notice must include a written**
 18 **statement acknowledging noncompliance and detail the reasons**
 19 **why the statutory deadline set forth in subsection (b) was not met.**

20 (d) **The department of local government finance shall, before**
 21 **February 2, 2027, and before February 2 of each year thereafter,**
 22 **submit a report of the counties that failed to meet the statutory**
 23 **deadline set forth in subsection (b) to the legislative services agency**
 24 **for distribution to the members of the legislative council. The**
 25 **report must be in an electronic format under IC 5-14-6.**

26 SECTION 18. IC 6-1.1-7-1, AS AMENDED BY P.L.23-2024,
 27 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 28 UPON PASSAGE]: Sec. 1. (a) Except as provided in IC 6-1.1-10.5,
 29 mobile homes which are located within this state on the assessment
 30 date of a year shall be assessed and taxed for that year in the manner
 31 provided in this chapter. If a provision of this chapter conflicts with
 32 another provision of this article, the provision of this chapter controls
 33 with respect to the assessment and taxation of mobile homes.

34 (b) For purposes of this chapter, "mobile home" means a dwelling
 35 which:

36 (1) is factory assembled;

37 (2) is transportable;

38 (3) is intended for year around occupancy;

39 (4) exceeds thirty-five (35) feet in length; and

40 (5) is designed either for transportation on its own chassis or
 41 placement on a temporary foundation: **has the meaning set forth**

42 **in IC 9-13-2-103.2. The term includes a manufactured home**



1 **(as defined in IC 9-13-2-96(a)).**

2 SECTION 19. IC 6-1.1-7-10.4, AS AMENDED BY P.L.118-2022,
3 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
4 JULY 1, 2026]: Sec. 10.4. (a) This section does not apply to a mobile
5 home that is offered for sale at auction under IC 9-22-1.5 or
6 IC 9-22-1.7 for the transfer resulting from the auction.

7 (b) The owner of a mobile home who sells the mobile home to
8 another person shall provide the purchaser with the permit required by
9 section 10(d) of this chapter before the sale is consummated.

10 **(c) The purchaser of a mobile home shall process the paperwork**
11 **with the bureau of motor vehicles to transfer the title into the**
12 **purchaser's name within ninety (90) days of the sale.**

13 SECTION 20. IC 6-1.1-8-24.5, AS AMENDED BY P.L.230-2025,
14 SECTION 22, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
15 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 24.5. The department of
16 local government finance shall annually determine and release a solar
17 land base rate for the north region, the central region, and the south
18 region of the state as follows:

19 (1) For each region, the department shall determine the median
20 true tax value per acre of all land in the region classified under the
21 utility property class codes of the department of local government
22 finance for the immediately preceding assessment date. ~~For~~
23 ~~purposes of these determinations, the department shall exclude~~
24 ~~any land classified under the department's utility property class~~
25 ~~codes that is assessed using the agricultural base rate for the~~
26 ~~immediately preceding assessment date.~~

27 (2) The department shall release the department's annual
28 determination of the solar land base rates on or before December
29 1 of each year.

30 SECTION 21. IC 6-1.1-10.2 IS ADDED TO THE INDIANA CODE
31 AS A **NEW** CHAPTER TO READ AS FOLLOWS [EFFECTIVE
32 JANUARY 1, 2026 (RETROACTIVE)]:

33 **Chapter 10.2. Exemptions for Indiana Nonprofit Senior Living**
34 **Communities**

35 **Sec. 1. It is the intent of the general assembly that Indiana**
36 **nonprofit senior living communities identified in this chapter that**
37 **also meet the requirements set out in this chapter be exempt from**
38 **property taxation, including real and tangible property.**

39 **Sec. 2. All or part of a building is exempt from property**
40 **taxation if it is owned by an Indiana nonprofit entity that is:**

41 **(1) registered as a continuing care retirement community**
42 **under IC 23-2-4;**



1 (2) defined as a small house health facility under
2 IC 16-18-2-331.9; or

3 (3) licensed as a health care or residential care facility under
4 IC 16-28.

5 **Sec. 3. Tangible personal property is exempt from property**
6 **taxation if it is owned by an Indiana nonprofit entity that is:**

7 (1) registered as a continuing care retirement community
8 under IC 23-2-4;

9 (2) defined as a small house health facility under
10 IC 16-18-2-331.9; or

11 (3) licensed as a health care or residential care facility under
12 IC 16-28.

13 SECTION 22. IC 6-1.1-10.3-3, AS AMENDED BY P.L.68-2025,
14 SECTION 16, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
15 JULY 1, 2028]: Sec. 3. As used in this chapter, "exemption ordinance"
16 refers to an ordinance adopted under section 5 of this chapter by a local
17 income tax council (before July 1, ~~2027~~ **2028**) or by a county adopting
18 a body specified in IC 6-3.6-3-1(a) (after June 30, ~~2027~~ **2028**).

19 SECTION 23. IC 6-1.1-10.5-1, AS ADDED BY P.L.23-2024,
20 SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
21 UPON PASSAGE]: Sec. 1. (a) This chapter applies to ~~mobile homes~~
22 ~~and~~ manufactured homes that are assessed under IC 6-1.1-7.

23 (b) This chapter does not apply to ~~mobile homes and~~ manufactured
24 homes that are assessed as:

25 (1) inventory; or

26 (2) real property;

27 under this article and in accordance with rules adopted by the
28 department of local government finance.

29 SECTION 24. IC 6-1.1-10.5-4, AS ADDED BY P.L.23-2024,
30 SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
31 UPON PASSAGE]: Sec. 4. As used in this chapter, "manufactured
32 home" has the meaning set forth in ~~IC 9-13-2-96~~ **IC 9-13-2-96(a). The**
33 **term includes a mobile home (as defined in IC 9-13-2-103.2).**

34 SECTION 25. IC 6-1.1-10.5-5, AS ADDED BY P.L.23-2024,
35 SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
36 UPON PASSAGE]: Sec. 5. As used in this chapter, "mobile home" has
37 the meaning set forth in ~~IC 6-1.1-7-1(b)~~ **IC 9-13-2-103.2. The term**
38 **includes a manufactured home (as defined in IC 9-13-2-96(a)).**

39 SECTION 26. IC 6-1.1-12-13, AS AMENDED BY P.L.230-2025,
40 SECTION 31, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
41 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 13. (a) Except as
42 provided in section 40.5 of this chapter, an individual may have



1 twenty-four thousand nine hundred sixty dollars (\$24,960) deducted
 2 from the assessed value of the taxable tangible property that the
 3 individual owns, or real property, a mobile home not assessed as real
 4 property, or a manufactured home not assessed as real property that the
 5 individual is buying under a contract that provides that the individual
 6 is to pay property taxes on the real property, mobile home, or
 7 manufactured home, if the contract or a memorandum of the contract
 8 is recorded in the county recorder's office and if:

9 (1) the individual served in the military or naval forces of the
 10 United States during any of its wars;

11 (2) the individual received an honorable discharge;

12 (3) the individual has a disability with a service connected
 13 disability of ten percent (10%) or more;

14 (4) the individual's disability is evidenced by:

15 (A) a pension certificate, an award of compensation, or a
 16 disability compensation check issued by the United States
 17 Department of Veterans Affairs; or

18 (B) a certificate of eligibility issued to the individual by the
 19 Indiana department of veterans' affairs after the Indiana
 20 department of veterans' affairs has determined that the
 21 individual's disability qualifies the individual to receive a
 22 deduction under this section; and

23 (5) the individual:

24 (A) owns the real property, mobile home, or manufactured
 25 home; or

26 (B) is buying the real property, mobile home, or manufactured
 27 home under contract;

28 on the date the statement required by section 15 of this chapter is
 29 filed.

30 (b) The surviving spouse of an individual may receive the deduction
 31 provided by this section if the individual satisfied the requirements of
 32 subsection (a)(1) through (a)(4) at the time of death and the surviving
 33 spouse satisfies the requirement of subsection (a)(5) at the time the
 34 deduction statement is filed. The surviving spouse is entitled to the
 35 deduction regardless of whether the property for which the deduction
 36 is claimed was owned by the deceased veteran or the surviving spouse
 37 before the deceased veteran's death.

38 (c) One who receives the deduction provided by this section may not
 39 receive the deduction provided by section 16 of this chapter. However,
 40 the individual may receive any other property tax deduction which the
 41 individual is entitled to by law.

42 (d) An individual who has sold real property, a mobile home not



1 assessed as real property, or a manufactured home not assessed as real
 2 property to another person under a contract that provides that the
 3 contract buyer is to pay the property taxes on the real property, mobile
 4 home, or manufactured home may not claim the deduction provided
 5 under this section against that real property, mobile home, or
 6 manufactured home.

7 **(e) This section applies only to property taxes imposed for an**
 8 **assessment date before January 1, 2026.**

9 **(f) This section expires January 1, 2028.**

10 SECTION 27. IC 6-1.1-12-14, AS AMENDED BY P.L.230-2025,
 11 SECTION 32, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 12 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 14. (a) ~~Except as~~
 13 ~~provided in subsection (c) and~~ Except as provided in section 40.5 of
 14 this chapter, an individual may have ~~the sum of fourteen thousand~~
 15 ~~dollars (\$14,000)~~ **one hundred percent (100%) of the assessed value**
 16 deducted from the assessed value of the real property, mobile home not
 17 assessed as real property, or manufactured home not assessed as real
 18 property that the individual owns (or the real property, mobile home
 19 not assessed as real property, or manufactured home not assessed as
 20 real property that the individual is buying under a contract that
 21 provides that the individual is to pay property taxes on the real
 22 property, mobile home, or manufactured home if the contract or a
 23 memorandum of the contract is recorded in the county recorder's office)
 24 **and uses as the individual's primary residence** if:

- 25 (1) the individual served in the military or naval forces of the
 26 United States for at least ninety (90) days;
 27 (2) the individual received an honorable discharge;
 28 (3) the individual ~~either:~~
 29 ~~(A) has a total disability; or~~
 30 ~~(B) is at least sixty-two (62) years old and has a disability of at~~
 31 ~~least ten percent (10%);~~
 32 (4) the individual's disability is evidenced by:
 33 (A) a pension certificate or an award of compensation issued
 34 by the United States Department of Veterans Affairs; or
 35 (B) a certificate of eligibility issued to the individual by the
 36 Indiana department of veterans' affairs after the Indiana
 37 department of veterans' affairs has determined that the
 38 individual's disability qualifies the individual to receive a
 39 deduction under this section; ~~and~~
 40 (5) the individual:
 41 (A) owns the real property, mobile home, or manufactured
 42 home; or



- 1 (B) is buying the real property, mobile home, or manufactured
 2 home under contract;
 3 on the date the statement required by section 15 of this chapter is
 4 filed; **and**
 5 **(6) the individual has resided in Indiana for at least one (1)**
 6 **year before the assessment date for which the deduction**
 7 **under this section is claimed.**
- 8 (b) Except as provided in subsections (c) and (d); The surviving
 9 spouse of an individual may receive the deduction provided by this
 10 section if
 11 (1) the individual satisfied the requirements of subsection (a)(1)
 12 through (a)(4) at the time of death or
 13 (2) the individual:
 14 (A) was killed in action;
 15 (B) died while serving on active duty in the military or naval
 16 forces of the United States; or
 17 (C) died while performing inactive duty training in the military
 18 or naval forces of the United States; and
 19 the surviving spouse satisfies the requirement of subsection (a)(5) at
 20 the time the deduction statement is filed. The surviving spouse is
 21 entitled to the deduction regardless of whether the property for which
 22 the deduction is claimed was owned by the deceased veteran or the
 23 surviving spouse before the deceased veteran's death. **However, a**
 24 **surviving spouse is no longer eligible for the deduction under this**
 25 **section if the surviving spouse subsequently remarries.**
- 26 (c) Except as provided in subsection (f); no one is entitled to the
 27 deduction provided by this section if the assessed value of the
 28 individual's Indiana real property; Indiana mobile home not assessed as
 29 real property; and Indiana manufactured home not assessed as real
 30 property; as shown by the tax duplicate, exceeds the assessed value
 31 limit specified in subsection (d):
 32 (d) Except as provided in subsection (f); for the:
 33 (1) January 1, 2017; January 1, 2018; and January 1, 2019;
 34 assessment dates; the assessed value limit for purposes of
 35 subsection (c) is one hundred seventy-five thousand dollars
 36 (\$175,000);
 37 (2) January 1, 2020; January 1, 2021; January 1, 2022; and
 38 January 1, 2023; assessment dates; the assessed value limit for
 39 purposes of subsection (c) is two hundred thousand dollars
 40 (\$200,000); and
 41 (3) January 1, 2024, assessment date and for each assessment date
 42 thereafter; the assessed value limit for purposes of subsection (c)



1 is two hundred forty thousand dollars (\$240,000):

2 (e) (c) An individual who has sold real property, a mobile home not
3 assessed as real property, or a manufactured home not assessed as real
4 property to another person under a contract that provides that the
5 contract buyer is to pay the property taxes on the real property, mobile
6 home, or manufactured home may not claim the deduction provided
7 under this section against that real property, mobile home, or
8 manufactured home.

9 (f) For purposes of determining the assessed value of the real
10 property, mobile home, or manufactured home under subsection (d) for
11 an individual who has received a deduction under this section in a
12 previous year, increases in assessed value that occur after the later of:

13 (1) December 31, 2019; or

14 (2) the first year that the individual has received the deduction;
15 are not considered unless the increase in assessed value is attributable
16 to substantial renovation or new improvements. Where there is an
17 increase in assessed value for purposes of the deduction under this
18 section, the assessor shall provide a report to the county auditor
19 describing the substantial renovation or new improvements, if any, that
20 were made to the property prior to the increase in assessed value.

21 SECTION 28. IC 6-1.1-12-14.5, AS AMENDED BY P.L.230-2025,
22 SECTION 33, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
23 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 14.5. (a) As used in this
24 section, "homestead" has the meaning set forth in section 37 of this
25 chapter.

26 (b) An individual may claim a deduction from the assessed value of
27 the individual's homestead if:

28 (1) the individual served in the military or naval forces of the
29 United States for at least ninety (90) days;

30 (2) the individual received an honorable discharge;

31 (3) the individual has a disability of at least fifty percent (50%);

32 (4) the individual's disability is evidenced by:

33 (A) a pension certificate or an award of compensation issued
34 by the United States Department of Veterans Affairs; or

35 (B) a certificate of eligibility issued to the individual by the
36 Indiana department of veterans' affairs after the Indiana
37 department of veterans' affairs has determined that the
38 individual's disability qualifies the individual to receive a
39 deduction under this section; and

40 (5) the homestead was conveyed without charge to the individual
41 who is the owner of the homestead by an organization that is
42 exempt from income taxation under the federal Internal Revenue



1 Code.

2 (c) If an individual is entitled to a deduction from assessed value
3 under subsection (b) for the individual's homestead, the amount of the
4 deduction is determined as follows:

5 (1) If the individual is totally disabled, the deduction is equal to
6 one hundred percent (100%) of the assessed value of the
7 homestead.

8 (2) If the individual has a disability of at least ninety percent
9 (90%) but the individual is not totally disabled, the deduction is
10 equal to ninety percent (90%) of the assessed value of the
11 homestead.

12 (3) If the individual has a disability of at least eighty percent
13 (80%) but less than ninety percent (90%), the deduction is equal
14 to eighty percent (80%) of the assessed value of the homestead.

15 (4) If the individual has a disability of at least seventy percent
16 (70%) but less than eighty percent (80%), the deduction is equal
17 to seventy percent (70%) of the assessed value of the homestead.

18 (5) If the individual has a disability of at least sixty percent (60%)
19 but less than seventy percent (70%), the deduction is equal to
20 sixty percent (60%) of the assessed value of the homestead.

21 (6) If the individual has a disability of at least fifty percent (50%)
22 but less than sixty percent (60%), the deduction is equal to fifty
23 percent (50%) of the assessed value of the homestead.

24 (d) An individual who claims a deduction under this section for an
25 assessment date may not also claim a deduction under section 13
26 **(before its expiration)** or 14 of this chapter for that same assessment
27 date.

28 (e) An individual who desires to claim the deduction under this
29 section must claim the deduction in the manner specified by the
30 department of local government finance.

31 SECTION 29. IC 6-1.1-12-15, AS AMENDED BY P.L.230-2025,
32 SECTION 34, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
33 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 15. (a) Except as
34 provided in section 17.8 of this chapter and subject to section 45 of this
35 chapter, an individual who desires to claim the deduction provided by
36 section ~~13~~ or 14 of this chapter must file a statement with the auditor
37 of the county in which the ~~individual resides~~: **property is located**. To
38 obtain the deduction for a desired calendar year in which property taxes
39 are first due and payable, the statement must be completed, dated, and
40 filed with the county auditor on or before January 15 of the calendar
41 year in which the property taxes are first due and payable. The
42 statement may be filed in person or by mail. If mailed, the mailing must



1 be postmarked on or before the last day for filing. The statement shall
 2 contain a sworn declaration that the individual is entitled to the
 3 deduction.

4 (b) In addition to the statement, the individual shall submit to the
 5 county auditor for the auditor's inspection:

6 ~~(1) a pension certificate, an award of compensation, or a disability~~
 7 ~~compensation check issued by the United States Department of~~
 8 ~~Veterans Affairs if the individual claims the deduction provided~~
 9 ~~by section 13 of this chapter;~~

10 ~~(2) (1) a pension certificate or an award of compensation issued~~
 11 ~~by the United States Department of Veterans Affairs if the~~
 12 ~~individual claims the deduction provided by section 14 of this~~
 13 ~~chapter; or~~

14 ~~(3) (2) the appropriate certificate of eligibility issued to the~~
 15 ~~individual by the Indiana department of veterans' affairs if the~~
 16 ~~individual claims the deduction provided by section 13 or 14 of~~
 17 ~~this chapter.~~

18 (c) If the individual claiming the deduction is under guardianship,
 19 the guardian shall file the statement required by this section. If a
 20 deceased veteran's surviving spouse is claiming the deduction, the
 21 surviving spouse shall provide the documentation necessary to
 22 establish that at the time of death the deceased veteran satisfied the
 23 requirements of ~~section 13(a)(1) through 13(a)(4) of this chapter;~~
 24 ~~section 14(a)(1) through 14(a)(4) of this chapter or section 14(b)(2) of~~
 25 ~~this chapter, whichever applies.~~

26 (d) If the individual claiming a deduction under section ~~13 or~~ 14 of
 27 this chapter is buying real property, a mobile home not assessed as real
 28 property, or a manufactured home not assessed as real property under
 29 a contract that provides that the individual is to pay property taxes for
 30 the real estate, mobile home, or manufactured home, the statement
 31 required by this section must contain the record number and page
 32 where the contract or memorandum of the contract is recorded.

33 SECTION 30. IC 6-1.1-12-16, AS AMENDED BY P.L.68-2025,
 34 SECTION 28, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 35 JANUARY 1, 2025 (RETROACTIVE)]: Sec. 16. (a) Except as
 36 provided in section 40.5 of this chapter, a surviving spouse may have
 37 the sum of eighteen thousand seven hundred twenty dollars (\$18,720)
 38 deducted from the assessed value of the surviving spouse's tangible
 39 property, or real property, mobile home not assessed as real property,
 40 or manufactured home not assessed as real property that the surviving
 41 spouse is buying under a contract that provides that the surviving
 42 spouse is to pay property taxes on the real property, mobile home, or



1 manufactured home, if the contract or a memorandum of the contract
2 is recorded in the county recorder's office, and if:

3 (1) the deceased spouse served in the military or naval forces of
4 the United States before November 12, 1918;

5 (2) the deceased spouse received an honorable discharge; and

6 (3) the surviving spouse:

7 (A) owns the real property, mobile home, or manufactured
8 home; or

9 (B) is buying the real property, mobile home, or manufactured
10 home under contract;

11 on the date the statement required by section 17 of this chapter is
12 filed.

13 (b) A surviving spouse who receives the deduction provided by this
14 section may not receive the deduction provided by section 13 (**before**
15 **its expiration**) of this chapter. However, the surviving spouse may
16 receive any other deduction which the surviving spouse is entitled to
17 by law.

18 (c) An individual who has sold real property, a mobile home not
19 assessed as real property, or a manufactured home not assessed as real
20 property to another person under a contract that provides that the
21 contract buyer is to pay the property taxes on the real property, mobile
22 home, or manufactured home may not claim the deduction provided
23 under this section against that real property, mobile home, or
24 manufactured home.

25 ~~(d) This section applies only to property taxes imposed for an~~
26 ~~assessment date before January 1, 2025.~~

27 ~~(e) This section expires January 1, 2027.~~

28 SECTION 31. IC 6-1.1-12-17, AS AMENDED BY P.L.68-2025,
29 SECTION 29, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
30 JANUARY 1, 2025 (RETROACTIVE)]: Sec. 17. ~~(a)~~ Except as
31 provided in section 17.8 of this chapter and subject to section 45 of this
32 chapter, a surviving spouse who desires to claim the deduction
33 provided by section 16 of this chapter must file a statement with the
34 auditor of the county in which the surviving spouse resides. To obtain
35 the deduction for a desired calendar year in which property taxes are
36 first due and payable, the statement must be completed, dated, and filed
37 with the county auditor on or before January 15 of the calendar year in
38 which the property taxes are first due and payable. The statement may
39 be filed in person or by mail. If mailed, the mailing must be postmarked
40 on or before the last day for filing. The statement shall contain:

41 (1) a sworn statement that the surviving spouse is entitled to the
42 deduction; and



1 (2) the record number and page where the contract or
 2 memorandum of the contract is recorded, if the individual is
 3 buying the real property on a contract that provides that the
 4 individual is to pay property taxes on the real property.

5 In addition to the statement, the surviving spouse shall submit to the
 6 county auditor for the auditor's inspection a letter or certificate from the
 7 United States Department of Veterans Affairs establishing the service
 8 of the deceased spouse in the military or naval forces of the United
 9 States before November 12, 1918.

10 ~~(b) This section applies only to property taxes imposed for an~~
 11 ~~assessment date before January 1, 2025.~~

12 ~~(c) This section expires January 1, 2027.~~

13 SECTION 32. IC 6-1.1-12-17.8, AS AMENDED BY THE
 14 TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL
 15 ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 16 JANUARY 1, 2025 (RETROACTIVE)]: Sec. 17.8. (a) An individual
 17 who receives a deduction provided under section 9 (before its
 18 expiration), 11 (before its expiration), 13 (**before its expiration**), 14,
 19 16, ~~(before its expiration)~~; 17.4 (before its expiration), or 37 of this
 20 chapter in a particular year and who remains eligible for the deduction
 21 in the following year is not required to file a statement to apply for the
 22 deduction in the following year. However, for purposes of a deduction
 23 under section 37 of this chapter, the county auditor may, in the county
 24 auditor's discretion, terminate the deduction for assessment dates after
 25 January 15, 2012, if the individual does not comply with the
 26 requirement in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015), as
 27 determined by the county auditor, before January 1, 2013. Before the
 28 county auditor terminates the deduction because the taxpayer claiming
 29 the deduction did not comply with the requirement in
 30 IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015) before January 1, 2013,
 31 the county auditor shall mail notice of the proposed termination of the
 32 deduction to:

33 (1) the last known address of each person liable for any property
 34 taxes or special assessment, as shown on the tax duplicate or
 35 special assessment records; or

36 (2) the last known address of the most recent owner shown in the
 37 transfer book.

38 (b) An individual who receives a deduction provided under section
 39 9 (before its expiration), 11 (before its expiration), 13 (**before its**
 40 **expiration**), 14, 16, ~~(before its expiration)~~; or 17.4 (before its
 41 expiration) of this chapter in a particular year and who becomes
 42 ineligible for the deduction in the following year shall notify the auditor



1 of the county in which the real property, mobile home, or manufactured
 2 home for which the individual claims the deduction is located of the
 3 individual's ineligibility in the year in which the individual becomes
 4 ineligible. An individual who becomes ineligible for a deduction under
 5 section 37 of this chapter shall notify the county auditor of the county
 6 in which the property is located in conformity with section 37 of this
 7 chapter.

8 (c) The auditor of each county shall, in a particular year, apply a
 9 deduction provided under section 9 (before its expiration), 11 (before
 10 its expiration), 13 **(before its expiration)**, 14, 16, ~~(before its~~
 11 ~~expiration)~~, 17.4 (before its expiration), or 37 of this chapter to each
 12 individual who received the deduction in the preceding year unless the
 13 auditor determines that the individual is no longer eligible for the
 14 deduction.

15 (d) An individual who receives a deduction provided under section
 16 9 (before its expiration), 11 (before its expiration), 13 **(before its**
 17 **expiration)**, 14, 16, ~~(before its expiration)~~, 17.4 (before its expiration),
 18 or 37 of this chapter for property that is jointly held with another owner
 19 in a particular year and remains eligible for the deduction in the
 20 following year is not required to file a statement to reapply for the
 21 deduction following the removal of the joint owner if:

- 22 (1) the individual is the sole owner of the property following the
- 23 death of the individual's spouse; or
- 24 (2) the individual is the sole owner of the property following the
- 25 death of a joint owner who was not the individual's spouse.

26 If a county auditor terminates a deduction under section 9 of this
 27 chapter (before its expiration), a deduction under section 37 of this
 28 chapter, or a credit under IC 6-1.1-20.6-8.5 after June 30, 2017, and
 29 before May 1, 2019, because the taxpayer claiming the deduction or
 30 credit did not comply with a requirement added to this subsection by
 31 P.L.255-2017 to reapply for the deduction or credit, the county auditor
 32 shall reinstate the deduction or credit if the taxpayer provides proof that
 33 the taxpayer is eligible for the deduction or credit and is not claiming
 34 the deduction or credit for any other property.

35 (e) A trust entitled to a deduction under section 9 (before its
 36 expiration), 11 (before its expiration), 13 **(before its expiration)**, 14,
 37 16, ~~(before its expiration)~~; 17.4 (before its expiration), or 37 of this
 38 chapter for real property owned by the trust and occupied by an
 39 individual in accordance with section 17.9 of this chapter ~~(before its~~
 40 ~~expiration)~~ is not required to file a statement to apply for the deduction,
 41 if:

- 42 (1) the individual who occupies the real property receives a



1 deduction provided under section 9 (before its expiration), 11
 2 (before its expiration), 13 (**before its expiration**), 14, 16, (~~before~~
 3 ~~its expiration~~), 17.4 (before its expiration), or 37 of this chapter
 4 in a particular year; and

5 (2) the trust remains eligible for the deduction in the following
 6 year.

7 However, for purposes of a deduction under section 37 of this chapter,
 8 the individuals that qualify the trust for a deduction must comply with
 9 the requirement in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015)
 10 before January 1, 2013.

11 (f) A cooperative housing corporation (as defined in 26 U.S.C. 216)
 12 that is entitled to a deduction under section 37 of this chapter in the
 13 immediately preceding calendar year for a homestead (as defined in
 14 section 37 of this chapter) is not required to file a statement to apply for
 15 the deduction for the current calendar year if the cooperative housing
 16 corporation remains eligible for the deduction for the current calendar
 17 year. However, the county auditor may, in the county auditor's
 18 discretion, terminate the deduction for assessment dates after January
 19 15, 2012, if the individual does not comply with the requirement in
 20 IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015), as determined by the
 21 county auditor, before January 1, 2013. Before the county auditor
 22 terminates a deduction because the taxpayer claiming the deduction did
 23 not comply with the requirement in IC 6-1.1-22-8.1(b)(9) (expired
 24 January 1, 2015) before January 1, 2013, the county auditor shall mail
 25 notice of the proposed termination of the deduction to:

26 (1) the last known address of each person liable for any property
 27 taxes or special assessment, as shown on the tax duplicate or
 28 special assessment records; or

29 (2) the last known address of the most recent owner shown in the
 30 transfer book.

31 (g) An individual who:

32 (1) was eligible for a homestead credit under IC 6-1.1-20.9
 33 (repealed) for property taxes imposed for the March 1, 2007, or
 34 January 15, 2008, assessment date; or

35 (2) would have been eligible for a homestead credit under
 36 IC 6-1.1-20.9 (repealed) for property taxes imposed for the March
 37 1, 2008, or January 15, 2009, assessment date if IC 6-1.1-20.9 had
 38 not been repealed;

39 is not required to file a statement to apply for a deduction under section
 40 37 of this chapter if the individual remains eligible for the deduction in
 41 the current year. An individual who filed for a homestead credit under
 42 IC 6-1.1-20.9 (repealed) for an assessment date after March 1, 2007 (if



1 the property is real property), or after January 1, 2008 (if the property
 2 is personal property), shall be treated as an individual who has filed for
 3 a deduction under section 37 of this chapter. However, the county
 4 auditor may, in the county auditor's discretion, terminate the deduction
 5 for assessment dates after January 15, 2012, if the individual does not
 6 comply with the requirement in IC 6-1.1-22-8.1(b)(9) (expired January
 7 1, 2015), as determined by the county auditor, before January 1, 2013.
 8 Before the county auditor terminates the deduction because the
 9 taxpayer claiming the deduction did not comply with the requirement
 10 in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015) before January 1,
 11 2013, the county auditor shall mail notice of the proposed termination
 12 of the deduction to the last known address of each person liable for any
 13 property taxes or special assessment, as shown on the tax duplicate or
 14 special assessment records, or to the last known address of the most
 15 recent owner shown in the transfer book.

16 (h) If a county auditor terminates a deduction because the taxpayer
 17 claiming the deduction did not comply with the requirement in
 18 IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015) before January 1, 2013,
 19 the county auditor shall reinstate the deduction if the taxpayer provides
 20 proof that the taxpayer is eligible for the deduction and is not claiming
 21 the deduction for any other property.

22 (i) A taxpayer described in section 37(r) of this chapter is not
 23 required to file a statement to apply for the deduction provided by
 24 section 37 of this chapter if the property owned by the taxpayer remains
 25 eligible for the deduction for that calendar year.

26 **(j) A surviving spouse who received the deduction provided by**
 27 **section 16 of this chapter for the January 1, 2024, assessment date**
 28 **is not required to file a statement to reapply for the deduction to**
 29 **receive the deduction for the January 1, 2025, assessment date. The**
 30 **county auditor shall apply the deduction provided by section 16 of**
 31 **this chapter for the surviving spouse for the January 1, 2025,**
 32 **assessment date on the surviving spouse's property tax statement**
 33 **for property taxes first due and payable in 2026.**

34 SECTION 33. IC 6-1.1-12-17.9, AS AMENDED BY P.L.230-2025,
 35 SECTION 36, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 36 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 17.9. A trust is entitled
 37 to a deduction under section 9 (before its expiration), 11 (before its
 38 expiration), 13 (**before its expiration**), ~~14~~, 16, (~~before its expiration~~);
 39 or 17.4 (before its expiration) of this chapter for real property owned
 40 by the trust and occupied by an individual if the county auditor
 41 determines that the individual:

42 (1) upon verification in the body of the deed or otherwise, has



1 either:

2 (A) a beneficial interest in the trust; or

3 (B) the right to occupy the real property rent free under the
4 terms of a qualified personal residence trust created by the
5 individual under United States Treasury Regulation
6 25.2702-5(c)(2); and

7 (2) otherwise qualifies for the deduction.

8 SECTION 34. IC 6-1.1-12-37, AS AMENDED BY THE
9 TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL
10 ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
11 JULY 1, 2026]: Sec. 37. (a) The following definitions apply throughout
12 this section:

13 (1) "Dwelling" means any of the following:

14 (A) Residential real property improvements that an individual
15 uses as the individual's residence, limited to a single house and
16 a single garage, regardless of whether the single garage is
17 attached to the single house or detached from the single house.

18 (B) A mobile home that is not assessed as real property that an
19 individual uses as the individual's residence.

20 (C) A manufactured home that is not assessed as real property
21 that an individual uses as the individual's residence.

22 (2) "Homestead" means an individual's principal place of
23 residence:

24 (A) that is located in Indiana;

25 (B) that:

26 (i) the individual owns;

27 (ii) the individual is buying under a contract recorded in the
28 county recorder's office, or evidenced by a memorandum of
29 contract recorded in the county recorder's office under
30 IC 36-2-11-20, that provides that the individual is to pay the
31 property taxes on the residence, and that obligates the owner
32 to convey title to the individual upon completion of all of the
33 individual's contract obligations;

34 (iii) the individual is entitled to occupy as a
35 tenant-stockholder (as defined in 26 U.S.C. 216) of a
36 cooperative housing corporation (as defined in 26 U.S.C.
37 216); or

38 (iv) is a residence described in section 17.9 of this chapter
39 ~~(before its expiration)~~ that is owned by a trust if the
40 individual is an individual described in section 17.9 of this
41 chapter; ~~(before its expiration)~~; and

42 (C) that consists of a dwelling and includes up to one (1) acre



1 of land immediately surrounding that dwelling, and any of the
2 following improvements:

- 3 (i) Any number of decks, patios, gazebos, or pools.
4 (ii) One (1) additional building that is not part of the
5 dwelling if the building is predominantly used for a
6 residential purpose and is not used as an investment property
7 or as a rental property.
8 (iii) One (1) additional residential yard structure other than
9 a deck, patio, gazebo, or pool.

10 Except as provided in subsection (r), the term does not include
11 property owned by a corporation, partnership, limited liability
12 company, or other entity not described in this subdivision.

13 **(3) "Principal place of residence" means an individual's true,
14 fixed, permanent home to which the individual has the
15 intention of returning after an absence.**

16 (b) Each year a homestead is eligible for a standard deduction from
17 the assessed value of the homestead for an assessment date. Except as
18 provided in subsection (n), the deduction provided by this section
19 applies to property taxes first due and payable for an assessment date
20 only if an individual has an interest in the homestead described in
21 subsection (a)(2)(B) on:

- 22 (1) the assessment date; or
23 (2) any date in the same year after an assessment date that a
24 statement is filed under subsection (e) or section 44 of this
25 chapter, if the property consists of real property.

26 If more than one (1) individual or entity qualifies property as a
27 homestead under subsection (a)(2)(B) for an assessment date, only one
28 (1) standard deduction from the assessed value of the homestead may
29 be applied for the assessment date. Subject to subsection (c), the
30 auditor of the county shall record and make the deduction for the
31 individual or entity qualifying for the deduction.

32 (c) Except as provided in section 40.5 of this chapter, the total
33 amount of the deduction that a person may receive under this section
34 for a particular year is:

- 35 (1) for assessment dates before January 1, 2025, the lesser of:
36 (A) sixty percent (60%) of the assessed value of the real
37 property, mobile home not assessed as real property, or
38 manufactured home not assessed as real property; or
39 (B) forty-eight thousand dollars (\$48,000); or
40 (2) for assessment dates after December 31, 2024:
41 (A) in 2025, forty-eight thousand dollars (\$48,000);
42 (B) in 2026, forty thousand dollars (\$40,000);



- 1 (C) in 2027, thirty thousand dollars (\$30,000);
 2 (D) in 2028, twenty thousand dollars (\$20,000); and
 3 (E) in 2029, ten thousand dollars (\$10,000).
 4 Beginning with the 2030 assessment date, and each assessment date
 5 thereafter, the deduction amount under this section is zero (0).
 6 Application of the phase down under this section for assessment dates
 7 after December 31, 2024, with regard to mobile homes that are not
 8 assessed as real property and manufactured homes not assessed as real
 9 property shall be construed and applied in the same manner in terms of
 10 timing and consistent with its application for real property.
- 11 (d) A person who has sold real property, a mobile home not assessed
 12 as real property, or a manufactured home not assessed as real property
 13 to another person under a contract that provides that the contract buyer
 14 is to pay the property taxes on the real property, mobile home, or
 15 manufactured home may not claim the deduction provided under this
 16 section with respect to that real property, mobile home, or
 17 manufactured home.
- 18 (e) Except as provided in sections 17.8 and 44 of this chapter and
 19 subject to section 45 of this chapter, an individual who desires to claim
 20 the deduction provided by this section must file a certified statement on
 21 forms prescribed by the department of local government finance with
 22 the auditor of the county in which the homestead is located. The
 23 statement must include:
- 24 (1) the parcel number or key number of the property and the name
 25 of the city, town, or township in which the property is located;
 - 26 (2) the name of any other location in which the applicant or the
 27 applicant's spouse owns, is buying, or has a beneficial interest in
 28 residential real property;
 - 29 (3) the names of:
 - 30 (A) the applicant and the applicant's spouse (if any):
 - 31 (i) as the names appear in the records of the United States
 32 Social Security Administration for the purposes of the
 33 issuance of a Social Security card and Social Security
 34 number; or
 - 35 (ii) that they use as their legal names when they sign their
 36 names on legal documents;
 - 37 if the applicant is an individual; or
 - 38 (B) each individual who qualifies property as a homestead
 39 under subsection (a)(2)(B) and the individual's spouse (if any):
 - 40 (i) as the names appear in the records of the United States
 41 Social Security Administration for the purposes of the
 42 issuance of a Social Security card and Social Security



- 1 number; or
 2 (ii) that they use as their legal names when they sign their
 3 names on legal documents;
 4 if the applicant is not an individual; and
 5 (4) either:
 6 (A) the last five (5) digits of the applicant's Social Security
 7 number and the last five (5) digits of the Social Security
 8 number of the applicant's spouse (if any); or
 9 (B) if the applicant or the applicant's spouse (if any) does not
 10 have a Social Security number, any of the following for that
 11 individual:
 12 (i) The last five (5) digits of the individual's driver's license
 13 number.
 14 (ii) The last five (5) digits of the individual's state
 15 identification card number.
 16 (iii) The last five (5) digits of a preparer tax identification
 17 number that is obtained by the individual through the
 18 Internal Revenue Service of the United States.
 19 (iv) If the individual does not have a driver's license, a state
 20 identification card, or an Internal Revenue Service preparer
 21 tax identification number, the last five (5) digits of a control
 22 number that is on a document issued to the individual by the
 23 United States government.
- 24 If a form or statement provided to the county auditor under this section,
 25 IC 6-1.1-22-8.1, or IC 6-1.1-22.5-12 includes the telephone number or
 26 part or all of the Social Security number of a party or other number
 27 described in subdivision (4)(B) of a party, the telephone number and
 28 the Social Security number or other number described in subdivision
 29 (4)(B) included are confidential. The statement may be filed in person
 30 or by mail. If the statement is mailed, the mailing must be postmarked
 31 on or before the last day for filing. The statement applies for that first
 32 year and any succeeding year for which the deduction is allowed.
- 33 (f) To obtain the deduction for a desired calendar year under this
 34 section in which property taxes are first due and payable, the individual
 35 desiring to claim the deduction must do the following as applicable:
 36 (1) Complete, date, and file the certified statement described in
 37 subsection (e) on or before January 15 of the calendar year in
 38 which the property taxes are first due and payable.
 39 (2) Satisfy any recording requirements on or before January 15 of
 40 the calendar year in which the property taxes are first due and
 41 payable for a homestead described in subsection (a)(2).
 42 (g) Except as provided in subsection (l), if a person who is



1 receiving, or seeks to receive, the deduction provided by this section in
 2 the person's name:

3 (1) changes the use of the individual's property so that part or all
 4 of the property no longer qualifies for the deduction under this
 5 section; or

6 (2) is not eligible for a deduction under this section because the
 7 person is already receiving:

8 (A) a deduction under this section in the person's name as an
 9 individual or a spouse; or

10 (B) a deduction under the law of another state that is
 11 equivalent to the deduction provided by this section;

12 the person must file a certified statement with the auditor of the county,
 13 notifying the auditor of the person's ineligibility, not more than sixty
 14 (60) days after the date of the change in eligibility. A person who fails
 15 to file the statement required by this subsection may, under
 16 IC 6-1.1-36-17, be liable for any additional taxes that would have been
 17 due on the property if the person had filed the statement as required by
 18 this subsection plus a civil penalty equal to ten percent (10%) of the
 19 additional taxes due. The civil penalty imposed under this subsection
 20 is in addition to any interest and penalties for a delinquent payment that
 21 might otherwise be due. One percent (1%) of the total civil penalty
 22 collected under this subsection shall be transferred by the county to the
 23 department of local government finance for use by the department in
 24 establishing and maintaining the homestead property data base under
 25 subsection (j) and, to the extent there is money remaining, for any other
 26 purposes of the department. This amount becomes part of the property
 27 tax liability for purposes of this article.

28 (h) The department of local government finance may adopt rules or
 29 guidelines concerning the application for a deduction under this
 30 section.

31 (i) This subsection does not apply to property in the first year for
 32 which a deduction is claimed under this section if the sole reason that
 33 a deduction is claimed on other property is that the individual or
 34 married couple maintained a principal residence at the other property
 35 on the assessment date in the same year in which an application for a
 36 deduction is filed under this section or, if the application is for a
 37 homestead that is assessed as personal property, on the assessment date
 38 in the immediately preceding year and the individual or married couple
 39 is moving the individual's or married couple's principal residence to the
 40 property that is the subject of the application. Except as provided in
 41 subsection (l), the county auditor may not grant an individual or a
 42 married couple a deduction under this section if:



1 (1) the individual or married couple, for the same year, claims the
 2 deduction on two (2) or more different applications for the
 3 deduction; and

4 (2) the applications claim the deduction for different property.

5 (j) The department of local government finance shall provide secure
 6 access to county auditors to a homestead property data base that
 7 includes access to the homestead owner's name and the numbers
 8 required from the homestead owner under subsection (e)(4) for the sole
 9 purpose of verifying whether an owner is wrongly claiming a deduction
 10 under this chapter or a credit under IC 6-1.1-20.4, IC 6-1.1-20.6, or
 11 IC 6-3.6-5 (before its expiration). Each county auditor shall submit data
 12 on deductions applicable to the current tax year on or before March 15
 13 of each year in a manner prescribed by the department of local
 14 government finance.

15 (k) A county auditor may require an individual to provide evidence
 16 proving that the individual's residence is the individual's principal place
 17 of residence as claimed in the certified statement filed under subsection
 18 (e). The county auditor may limit the evidence that an individual is
 19 required to submit to a state income tax return, a valid driver's license,
 20 or a valid voter registration card showing that the residence for which
 21 the deduction is claimed is the individual's principal place of residence.
 22 The county auditor may not deny an application filed under section 44
 23 of this chapter because the applicant does not have a valid driver's
 24 license or state identification card with the address of the homestead
 25 property. The department of local government finance shall work with
 26 county auditors to develop procedures to determine whether a property
 27 owner that is claiming a standard deduction or homestead credit is not
 28 eligible for the standard deduction or homestead credit because the
 29 property owner's principal place of residence is outside Indiana.

30 (l) A county auditor shall grant an individual a deduction under this
 31 section regardless of whether the individual and the individual's spouse
 32 claim a deduction on two (2) different applications and each
 33 application claims a deduction for different property if the property
 34 owned by the individual's spouse is located outside Indiana and the
 35 individual files an affidavit with the county auditor containing the
 36 following information:

37 (1) The names of the county and state in which the individual's
 38 spouse claims a deduction substantially similar to the deduction
 39 allowed by this section.

40 (2) A statement made under penalty of perjury that the following
 41 are true:

42 (A) That the individual and the individual's spouse maintain



- 1 separate principal places of residence.
- 2 (B) That neither the individual nor the individual's spouse has
- 3 an ownership interest in the other's principal place of
- 4 residence.
- 5 (C) That neither the individual nor the individual's spouse has,
- 6 for that same year, claimed a standard or substantially similar
- 7 deduction for any property other than the property maintained
- 8 as a principal place of residence by the respective individuals.
- 9 A county auditor may require an individual or an individual's spouse to
- 10 provide evidence of the accuracy of the information contained in an
- 11 affidavit submitted under this subsection. The evidence required of the
- 12 individual or the individual's spouse may include state income tax
- 13 returns, excise tax payment information, property tax payment
- 14 information, driver's license information, and voter registration
- 15 information.
- 16 (m) If:
- 17 (1) a property owner files a statement under subsection (e) to
- 18 claim the deduction provided by this section for a particular
- 19 property; and
- 20 (2) the county auditor receiving the filed statement determines
- 21 that the property owner's property is not eligible for the deduction;
- 22 the county auditor shall inform the property owner of the county
- 23 auditor's determination in writing. If a property owner's property is not
- 24 eligible for the deduction because the county auditor has determined
- 25 that the property is not the property owner's principal place of
- 26 residence, the property owner may appeal the county auditor's
- 27 determination as provided in IC 6-1.1-15. The county auditor shall
- 28 inform the property owner of the owner's right to appeal when the
- 29 county auditor informs the property owner of the county auditor's
- 30 determination under this subsection.
- 31 (n) An individual is entitled to the deduction under this section for
- 32 a homestead for a particular assessment date if:
- 33 (1) either:
- 34 (A) the individual's interest in the homestead as described in
- 35 subsection (a)(2)(B) is conveyed to the individual after the
- 36 assessment date, but within the calendar year in which the
- 37 assessment date occurs; or
- 38 (B) the individual contracts to purchase the homestead after
- 39 the assessment date, but within the calendar year in which the
- 40 assessment date occurs;
- 41 (2) on the assessment date:
- 42 (A) the property on which the homestead is currently located



- 1 was vacant land; or
 2 (B) the construction of the dwelling that constitutes the
 3 homestead was not completed; and
 4 (3) either:
 5 (A) the individual files the certified statement required by
 6 subsection (e); or
 7 (B) a sales disclosure form that meets the requirements of
 8 section 44 of this chapter is submitted to the county assessor
 9 on or before December 31 of the calendar year for the
 10 individual's purchase of the homestead.

11 An individual who satisfies the requirements of subdivisions (1)
 12 through (3) is entitled to the deduction under this section for the
 13 homestead for the assessment date, even if on the assessment date the
 14 property on which the homestead is currently located was vacant land
 15 or the construction of the dwelling that constitutes the homestead was
 16 not completed. The county auditor shall apply the deduction for the
 17 assessment date and for the assessment date in any later year in which
 18 the homestead remains eligible for the deduction. A homestead that
 19 qualifies for the deduction under this section as provided in this
 20 subsection is considered a homestead for purposes of section 37.5 of
 21 this chapter and IC 6-1.1-20.6.

22 (o) This subsection applies to an application for the deduction
 23 provided by this section that is filed for an assessment date occurring
 24 after December 31, 2013. Notwithstanding any other provision of this
 25 section, an individual buying a mobile home that is not assessed as real
 26 property or a manufactured home that is not assessed as real property
 27 under a contract providing that the individual is to pay the property
 28 taxes on the mobile home or manufactured home is not entitled to the
 29 deduction provided by this section unless the parties to the contract
 30 comply with IC 9-17-6-17.

31 (p) This subsection:
 32 (1) applies to an application for the deduction provided by this
 33 section that is filed for an assessment date occurring after
 34 December 31, 2013; and
 35 (2) does not apply to an individual described in subsection (o).

36 The owner of a mobile home that is not assessed as real property or a
 37 manufactured home that is not assessed as real property must attach a
 38 copy of the owner's title to the mobile home or manufactured home to
 39 the application for the deduction provided by this section.

40 (q) For assessment dates after 2013, the term "homestead" includes
 41 property that is owned by an individual who:
 42 (1) is serving on active duty in any branch of the armed forces of



1 the United States;

2 (2) was ordered to transfer to a location outside Indiana; and

3 (3) was otherwise eligible, without regard to this subsection, for
 4 the deduction under this section for the property for the
 5 assessment date immediately preceding the transfer date specified
 6 in the order described in subdivision (2).

7 For property to qualify under this subsection for the deduction provided
 8 by this section, the individual described in subdivisions (1) through (3)
 9 must submit to the county auditor a copy of the individual's transfer
 10 orders or other information sufficient to show that the individual was
 11 ordered to transfer to a location outside Indiana. The property continues
 12 to qualify for the deduction provided by this section until the individual
 13 ceases to be on active duty, the property is sold, or the individual's
 14 ownership interest is otherwise terminated, whichever occurs first.
 15 Notwithstanding subsection (a)(2), the property remains a homestead
 16 regardless of whether the property continues to be the individual's
 17 principal place of residence after the individual transfers to a location
 18 outside Indiana. The property continues to qualify as a homestead
 19 under this subsection if the property is leased while the individual is
 20 away from Indiana and is serving on active duty, if the individual has
 21 lived at the property at any time during the past ten (10) years.
 22 Otherwise, the property ceases to qualify as a homestead under this
 23 subsection if the property is leased while the individual is away from
 24 Indiana. Property that qualifies as a homestead under this subsection
 25 shall also be construed as a homestead for purposes of section 37.5 of
 26 this chapter.

27 (r) As used in this section, "homestead" includes property that
 28 satisfies each of the following requirements:

29 (1) The property is located in Indiana and consists of a dwelling
 30 and includes up to one (1) acre of land immediately surrounding
 31 that dwelling, and any of the following improvements:

32 (A) Any number of decks, patios, gazebos, or pools.

33 (B) One (1) additional building that is not part of the dwelling
 34 if the building is predominately used for a residential purpose
 35 and is not used as an investment property or as a rental
 36 property.

37 (C) One (1) additional residential yard structure other than a
 38 deck, patio, gazebo, or pool.

39 (2) The property is the principal place of residence of an
 40 individual.

41 (3) The property is owned by an entity that is not described in
 42 subsection (a)(2)(B).



1 (4) The individual residing on the property is a shareholder,
2 partner, or member of the entity that owns the property.

3 (5) The property was eligible for the standard deduction under
4 this section on March 1, 2009.

5 SECTION 35. IC 6-1.1-12-43, AS AMENDED BY P.L.230-2025,
6 SECTION 37, AND AS AMENDED BY P.L.186-2025, SECTION
7 292, AND AS AMENDED BY THE TECHNICAL CORRECTIONS
8 BILL OF THE 2026 GENERAL ASSEMBLY, IS CORRECTED AND
9 AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
10 2025 (RETROACTIVE)]: Sec. 43. (a) For purposes of this section:

11 (1) "benefit" refers to a deduction under section 9 (before its
12 expiration), 11 (before its expiration), 13, ~~(before its expiration);~~
13 14, ~~(before its expiration);~~ 16, ~~(before its expiration);~~ 17.4 (before
14 its expiration), 26 (before its expiration), 29 (before its
15 expiration), 33 (before its expiration), 34 (before its expiration),
16 37, or 37.5 of this chapter;

17 (2) "closing agent" means a person that closes a transaction;

18 (3) "customer" means an individual who obtains a loan in a
19 transaction; and

20 (4) "transaction" means a single family residential:

21 (A) first lien purchase money mortgage transaction; or

22 (B) refinancing transaction.

23 (b) Before closing a transaction after December 31, 2004, a closing
24 agent must provide to the customer the form referred to in subsection
25 (c).

26 (c) ~~Before June 1, 2004,~~ The department of local government
27 finance shall prescribe the form to be provided by closing agents to
28 customers under subsection (b). The department shall make the form
29 available to closing agents, county assessors, county auditors, and
30 county treasurers in hard copy and electronic form. County assessors,
31 county auditors, and county treasurers shall make the form available to
32 the general public. The form must:

33 (1) on one (1) side:

34 (A) list each benefit; and

35 (B) list the eligibility criteria for each benefit;

36 (2) on the other side indicate:

37 (A) each action by and each type of documentation from the
38 customer required to file for each benefit; and

39 (B) sufficient instructions and information to permit a party to
40 terminate a standard deduction under section 37 of this chapter
41 on any property on which the party or the spouse of the party
42 will no longer be eligible for the standard deduction under



- 1 section 37 of this chapter after the party or the party's spouse
 2 begins to reside at the property that is the subject of the
 3 closing, including an explanation of the tax consequences and
 4 applicable penalties, if a party unlawfully claims a standard
 5 deduction under section 37 of this chapter; and
 6 (3) be printed in one (1) of two (2) or more colors prescribed by
 7 the department of local government finance that distinguish the
 8 form from other documents typically used in a closing referred to
 9 in subsection (b).
 10 (d) A closing agent:
 11 (1) may reproduce the form referred to in subsection (c);
 12 (2) in reproducing the form, must use a print color prescribed by
 13 the department of local government finance; and
 14 (3) is not responsible for the content of the form referred to in
 15 subsection (c) and shall be held harmless by the department of
 16 local government finance from any liability for the content of the
 17 form.
 18 *(e) This subsection applies to a transaction that is closed after*
 19 *December 31, 2009: In addition to providing the customer the form*
 20 *described in subsection (c) before closing the transaction, a closing*
 21 *agent shall do the following as soon as possible after the closing, and*
 22 *within the time prescribed by the department of insurance under*
 23 *IC 27-7-3-15.5:*
 24 *(1) To the extent determinable, input the information described in*
 25 *IC 27-7-3-15.5(c)(2) into the system maintained by the*
 26 *department of insurance under IC 27-7-3-15.5:*
 27 *(2) Submit the form described in IC 27-7-3-15.5(c) to the data*
 28 *base described in IC 27-7-3-15.5(c)(2)(D).*
 29 *(f) A closing agent to which this section applies shall document the*
 30 *closing agent's compliance with this section with respect to each*
 31 *transaction in the form of verification of compliance signed by the*
 32 *customer:*
 33 *(g) Subject to IC 27-7-3-15.5(d), a closing agent is subject to a civil*
 34 *penalty of twenty-five dollars (\$25) for each instance in which the*
 35 *closing agent fails to comply with this section with respect to a*
 36 *customer. The penalty:*
 37 *(1) may be enforced by the state agency that has administrative*
 38 *jurisdiction over the closing agent in the same manner that the*
 39 *agency enforces the payment of fees or other penalties payable to*
 40 *the agency; and*
 41 *(2) shall be paid into:*
 42 *(A) the state general fund; if the closing agent fails to comply*



1 with subsection (b); or
 2 (B) the home ownership education account established by
 3 IC 5-20-1-27, if the closing agent fails to comply with
 4 subsection (e) in a transaction that is closed after December
 5 31, 2009.

6 (h) A closing agent is not liable for any other damages claimed by
 7 a customer because of:

8 (1) the closing agent's mere failure to provide the appropriate
 9 document to the customer under subsection (b); or
 10 (2) with respect to a transaction that is closed after December 31,
 11 2009, the closing agent's failure to input the information or
 12 submit the form described in subsection (e).

13 (i) The state agency that has administrative jurisdiction over a
 14 closing agent shall:

15 (1) examine the closing agent to determine compliance with this
 16 section; and
 17 (2) impose and collect penalties under subsection (g).

18 SECTION 36. IC 6-1.1-12-46, AS AMENDED BY P.L.230-2025,
 19 SECTION 38, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 20 JANUARY 1, 2025 (RETROACTIVE)]: Sec. 46. (a) This section
 21 applies to real property for an assessment date in 2011 or a later year
 22 if:

23 (1) the real property is not exempt from property taxation for the
 24 assessment date;
 25 (2) title to the real property is transferred after the assessment date
 26 and on or before the December 31 that next succeeds the
 27 assessment date;
 28 (3) the transferee of the real property applies for an exemption
 29 under IC 6-1.1-11 for the next succeeding assessment date; and
 30 (4) the county property tax assessment board of appeals
 31 determines that the real property is exempt from property taxation
 32 for that next succeeding assessment date.

33 (b) For the assessment date referred to in subsection (a)(1), real
 34 property is eligible for any deductions for which the transferor under
 35 subsection (a)(2) was eligible for that assessment date under the
 36 following:

37 (1) IC 6-1.1-12-1 (before its repeal).
 38 (2) IC 6-1.1-12-9 (before its expiration).
 39 (3) IC 6-1.1-12-11 (before its expiration).
 40 (4) IC 6-1.1-12-13 **(before its expiration)**.
 41 (5) IC 6-1.1-12-14.
 42 (6) IC 6-1.1-12-16. ~~(before its expiration)~~.



- 1 (7) IC 6-1.1-12-17.4 (before its expiration).
 2 (8) IC 6-1.1-12-18 (before its expiration).
 3 (9) IC 6-1.1-12-22 (before its expiration).
 4 (10) IC 6-1.1-12-37.
 5 (11) IC 6-1.1-12-37.5.

6 (c) For the payment date applicable to the assessment date referred
 7 to in subsection (a)(1), real property is eligible for the credit for
 8 excessive residential property taxes under IC 6-1.1-20.6 for which the
 9 transferor under subsection (a)(2) would be eligible for that payment
 10 date if the transfer had not occurred.

11 SECTION 37. IC 6-1.1-12.6-2, AS ADDED BY P.L.70-2008,
 12 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 13 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 2. (a) This section
 14 applies only to a model residence that is first assessed as:

- 15 (1) a partially completed structure; or
 16 (2) a fully completed structure;

17 for the assessment date in 2009 or a later year.

18 (b) Except as provided in subsection (c) and sections 4, 5, and 6 of
 19 this chapter, and subject to sections 7 and 8 of this chapter, an owner
 20 of a model residence is entitled to a deduction from the assessed value
 21 of the model residence in the amount of ~~fifty~~ **seventy-five** percent
 22 (~~50%~~) (**75%**) of the assessed value of the model residence for the
 23 following:

- 24 (1) Not more than one (1) assessment date for which the model
 25 residence is assessed as a partially completed structure.
 26 (2) The assessment date for which the model residence is first
 27 assessed as a fully completed structure.
 28 (3) The two (2) assessment dates that immediately succeed the
 29 assessment date referred to in subdivision (2).

30 (c) A deduction allowed for a model residence under this chapter for
 31 a particular assessment date is terminated if the model residence is
 32 sold:

- 33 (1) after the assessment date of that year but before January 1 of
 34 the following year; and
 35 (2) to a person who does not continue to use the real property as
 36 a model residence.

37 The county auditor shall immediately mail notice of the termination to
 38 the former owner, the property owner, and the township assessor. The
 39 county auditor shall remove the deduction from the tax duplicate and
 40 shall notify the county treasurer of the termination of the deduction.

41 SECTION 38. IC 6-1.1-12.6-4, AS ADDED BY P.L.70-2008,
 42 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE



1 JANUARY 1, 2026 (RETROACTIVE)]; Sec. 4. (a) Subject to section
 2 8 of this chapter, a property owner is entitled to a deduction under this
 3 chapter for an assessment date for not more than ~~three (3)~~ **seven (7)**
 4 model residences in Indiana.

5 (b) The auditor of a county (referred to in this section as the "first
 6 county") with whom a statement is filed under section 3 of this chapter
 7 shall immediately prepare and transmit a copy of the statement to the
 8 auditor of any other county (referred to in this section as the "second
 9 county") if the property owner that claims the deduction owns or is
 10 buying a model residence located in the second county.

11 (c) The county auditor of the second county shall note on the copy
 12 of the statement whether the property owner has claimed a deduction
 13 for the current year under section 3 of this chapter for a model
 14 residence located in the second county. The county auditor shall then
 15 return the copy of the statement to the auditor of the first county.

16 SECTION 39. IC 6-1.1-12.6-8, AS ADDED BY P.L.70-2008,
 17 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 18 JANUARY 1, 2026 (RETROACTIVE)]; Sec. 8. The aggregate number
 19 of deductions claimed under this chapter for a particular assessment
 20 date by the owners of model residences who are a part of an affiliated
 21 group may not exceed ~~three (3)~~ **seven (7)**.

22 SECTION 40. IC 6-1.1-12.8-3, AS ADDED BY P.L.175-2011,
 23 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 24 JANUARY 1, 2026 (RETROACTIVE)]; Sec. 3. (a) This chapter
 25 applies only to a residence in inventory that is first assessed as:

26 (1) a partially completed structure; or

27 (2) a fully completed structure;

28 for the assessment date in 2012 or a later year.

29 (b) Except as provided in subsections (c) and (d) and sections 5 and
 30 6 of this chapter, and subject to section 7 of this chapter, a residential
 31 builder that is the owner of a residence in inventory is entitled to a
 32 deduction from the assessed value of the residence in inventory in the
 33 amount of ~~fifty seventy-five percent (50%)~~ **(75%)** of the assessed
 34 value of the residence in inventory for the following:

35 (1) Not more than one (1) assessment date for which the residence
 36 in inventory is assessed as a partially completed structure.

37 (2) The assessment date for which the residence in inventory is
 38 first assessed as a fully completed structure.

39 (3) The two (2) assessment dates that immediately succeed the
 40 assessment date referred to in subdivision (2).

41 (c) A deduction allowed for a residence in inventory under this
 42 chapter for a particular assessment date is terminated if title to the



- 1 residence in inventory is transferred:
- 2 (1) after the assessment date of that year but before January 1 of
- 3 the following year; and
- 4 (2) to a person for whom the real property does not qualify as a
- 5 residence in inventory.
- 6 The county auditor shall immediately mail notice of the termination to
- 7 the former owner, the property owner, and the township assessor (or the
- 8 county assessor if there is no township assessor for the township). The
- 9 county auditor shall remove the deduction from the tax duplicate and
- 10 shall notify the county treasurer of the termination of the deduction.
- 11 (d) A deduction for a residence in inventory under this chapter does
- 12 not apply for a particular assessment date if the residence in inventory
- 13 is leased for any purpose for any part of the calendar year in which the
- 14 assessment date occurs.
- 15 SECTION 41. IC 6-1.1-12.8-4, AS AMENDED BY P.L.136-2024,
- 16 SECTION 19, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 17 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 4. (a) A property owner
- 18 that qualifies for the deduction under this chapter and that desires to
- 19 receive the deduction for a calendar year must complete and date a
- 20 statement containing the information required by subsection (b) and
- 21 file the statement with the county auditor on or before January 15 of the
- 22 immediately succeeding calendar year. The township assessor, or the
- 23 county assessor if there is no township assessor for the township, shall
- 24 verify each statement filed under this section, and the county auditor
- 25 shall:
- 26 (1) make the deductions; and
- 27 (2) notify the county property tax assessment board of appeals of
- 28 all deductions approved;
- 29 under this section.
- 30 (b) The statement referred to in subsection (a) must be verified
- 31 under penalties for perjury and must contain the following information:
- 32 (1) The assessed value of the real property for which the person
- 33 is claiming the deduction.
- 34 (2) The full name and complete business address of the person
- 35 claiming the deduction.
- 36 (3) The complete address and a brief description of the real
- 37 property for which the person is claiming the deduction.
- 38 (4) The name of any other county in which the person has applied
- 39 for a deduction under this chapter for that assessment date.
- 40 (5) The complete address and a brief description of any other real
- 41 property for which the person has applied for a deduction under
- 42 this chapter for that assessment date.



1 (6) An affirmation by the owner that the owner is receiving not
 2 more than ~~three (3)~~ **seven (7)** deductions under this chapter,
 3 including the deduction being applied for by the owner, either:

4 (A) as the owner of the residence in inventory; or

5 (B) as an owner that is part of an affiliated group.

6 (7) An affirmation that the real property has not been leased and
 7 will not be leased for any purpose during the term of the
 8 deduction.

9 SECTION 42. IC 6-1.1-12.8-9, AS ADDED BY P.L.175-2011,
 10 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 11 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 9. (a) Subject to section
 12 10 of this chapter, a property owner is entitled to a deduction under this
 13 chapter for an assessment date for not more than ~~three (3)~~ **seven (7)**
 14 residences in inventory in Indiana.

15 (b) The auditor of a county (referred to in this section as the "first
 16 county") with whom a statement is filed under section 4 of this chapter
 17 shall immediately prepare and transmit a copy of the statement to the
 18 auditor of any other county (referred to in this section as the "second
 19 county") if the property owner that claims the deduction owns or is
 20 buying a residence in inventory located in the second county.

21 (c) The county auditor of the second county shall note on the copy
 22 of the statement whether the property owner has claimed a deduction
 23 for the current year under section 4 of this chapter for a residence in
 24 inventory located in the second county. The county auditor shall then
 25 return the copy of the statement to the auditor of the first county.

26 SECTION 43. IC 6-1.1-12.8-10, AS ADDED BY P.L.175-2011,
 27 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 28 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 10. The aggregate
 29 number of deductions claimed under this chapter for a particular
 30 assessment date by the owners of residences in inventory who are a part
 31 of an affiliated group may not exceed ~~three (3)~~ **seven (7)**.

32 SECTION 44. IC 6-1.1-17-1, AS AMENDED BY P.L.230-2025,
 33 SECTION 41, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 34 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 1. (a) On or before
 35 August 1 of each year, the county auditor shall submit a certified
 36 statement of the assessed value for the ensuing year to the department
 37 of local government finance in the manner prescribed by the
 38 department.

39 (b) The department of local government finance shall make the
 40 certified statement available on the department's computer gateway.

41 (c) Subject to subsection (d), after the county auditor submits a
 42 certified statement under subsection (a) or an amended certified



1 statement under this subsection with respect to a political subdivision
 2 and before the department of local government finance certifies its
 3 action with respect to the political subdivision under section 16(i) of
 4 this chapter, the county auditor may amend the information concerning
 5 assessed valuation included in the earlier certified statement. The
 6 county auditor shall, in a manner prescribed by the department, submit
 7 a certified statement amended under this subsection to the department
 8 of local government finance by the later of:

9 (1) September 1;

10 (2) fifteen (15) days after the original certified statement is
 11 submitted to the department under subsection (a); or

12 (3) fifteen (15) days after the department of local government
 13 finance notifies the county auditor of an error in the original
 14 certified statement submitted under subsection (a) that the
 15 department determines must be corrected.

16 (d) Before the county auditor makes an amendment under
 17 subsection (c), the county auditor must provide ~~an opportunity for~~
 18 ~~public comment on the proposed amendment at a public hearing.~~ **The**
 19 **county auditor must give notice of the hearing under IC 5-3-1. ~~written~~**
 20 **notice of the amendment to the county fiscal body, the department**
 21 **of local government finance, and the fiscal officers of the affected**
 22 **taxing units within the county.** If the county auditor makes the
 23 amendment as a result of information provided to the county auditor by
 24 an assessor, the county auditor shall **also** give notice of the ~~public~~
 25 ~~hearing~~ **amendment** to the assessor.

26 (e) Beginning in 2018, each county auditor shall submit to the
 27 department of local government finance parcel level data of certified
 28 net assessed values as required by the department. A county auditor
 29 shall submit the parcel level data in the manner and format required by
 30 the department and according to a schedule determined by the
 31 department.

32 (f) ~~When the county auditor submits the certified statement under~~
 33 ~~subsection (a); the county auditor shall exclude the amount of assessed~~
 34 ~~value for any property located in the county for which:~~

35 (1) ~~an appeal has been filed under IC 6-1.1-15; and~~

36 (2) ~~there is no final disposition of the appeal as of the date the~~
 37 ~~county auditor submits the certified statement under subsection~~
 38 ~~(a).~~

39 ~~The county auditor may appeal to the department of local government~~
 40 ~~finance to include the amount of assessed value under appeal within a~~
 41 ~~taxing district for that calendar year.~~

42 (f) **If the county auditor fails to submit a certified statement of**



1 the assessed value for the ensuing year to the department of local
 2 government finance on or before August 1 in accordance with
 3 subsection (a), then the county auditor shall provide electronic
 4 notice by August 1 of the same calendar year to the county fiscal
 5 body, the department of local government finance, and each
 6 political subdivision in the county subject to section 16 of this
 7 chapter. The electronic notice must include a written statement
 8 acknowledging noncompliance and detail the reasons why the
 9 statutory deadline set forth in subsection (a) was not met.

10 (g) The department of local government finance shall, before
 11 February 2, 2027, and before February 2 of each year thereafter,
 12 submit a report of the counties that failed to meet the statutory
 13 deadline set forth in subsection (a) to the legislative services agency
 14 for distribution to the members of the legislative council. The
 15 report must be in an electronic format under IC 5-14-6.

16 SECTION 45. IC 6-1.1-17-5.4, AS AMENDED BY P.L.230-2025,
 17 SECTION 42, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 18 JULY 1, 2026]: Sec. 5.4. (a) Not later than March 2 of each year, the
 19 fiscal officer of a political subdivision shall submit a statement to the
 20 department of local government finance attesting that the political
 21 subdivision uploaded any contract entered into during the immediately
 22 preceding year:

23 (1) if the total cost of the contract to the political subdivision
 24 exceeds fifty thousand dollars (\$50,000) during the term of the
 25 contract as required by IC 5-14-3.8-3.5(c); and

26 (2) related to the provision of fire services or emergency medical
 27 services to the Indiana transparency website as required by
 28 IC 5-14-3.8-3.5(d).

29 (b) The department of local government finance may not approve
 30 the budget of a political subdivision or a supplemental appropriation
 31 for a political subdivision until the political subdivision files the
 32 attestation under subsection (a).

33 SECTION 46. IC 6-1.1-18-28, AS AMENDED BY P.L.236-2023,
 34 SECTION 28, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 35 UPON PASSAGE]: Sec. 28. (a) **This section applies to a township if:**

36 (1) the township has previously submitted a petition, or
 37 petitions, under this section in any year after December 31,
 38 2016;

39 (2) the sum of all adjustments determined under STEP
 40 THREE of subsection (c) for the petition or petitions
 41 described in subdivision (1) equals fifteen-hundredths (0.15);
 42 and



1 **(3) the percentage growth in the township's assessed value for**
 2 **the preceding year compared to the year immediately before**
 3 **the preceding year is:**

4 **(A) at least equal to the maximum levy growth quotient**
 5 **determined under IC 6-1.1-18.5-2 for the preceding year**
 6 **multiplied by two (2); and**

7 **(B) not more than maximum levy growth quotient**
 8 **determined under IC 6-1.1-18.5-2 for the preceding year**
 9 **multiplied by four (4).**

10 **(b)** The executive of a township may, upon approval by the
 11 township fiscal body, submit a petition to the department of local
 12 government finance for an increase in the township's maximum
 13 permissible ad valorem property tax levy for its township firefighting
 14 and emergency services fund under IC 36-8-13-4(a)(1) or the levies for
 15 the township firefighting fund and township emergency services fund
 16 described in IC 36-8-13-4(a)(2), as applicable, for property taxes for
 17 any year for which a petition is submitted under this section.

18 ~~(b)~~ **(c) Subject to subsection (e),** if the township submits a petition
 19 as provided in subsection ~~(a)~~ **(b)** before ~~April~~ **June** 1 of a year, the
 20 department of local government finance shall increase the township's
 21 maximum permissible ad valorem property tax levy for the township
 22 firefighting and emergency services fund under IC 36-8-13-4(a)(1) or
 23 the combined levies for the township firefighting fund and township
 24 emergency services fund described in IC 36-8-13-4(a)(2), as
 25 applicable, for property taxes first due and payable in the immediately
 26 succeeding year by using the following formula for purposes of
 27 subsection ~~(e)(2)~~: **(d)(2):**

28 STEP ONE: Determine the percentage increase in the population,
 29 as determined by the township fiscal body and as may be
 30 prescribed by the department of local government finance, that is
 31 within the fire protection and emergency services area of the
 32 township during the ten (10) year period immediately preceding
 33 the year in which the petition is submitted under subsection ~~(a)~~:
 34 **(b).** The township fiscal body may use the most recently available
 35 population data issued by the Bureau of the Census during the ten
 36 (10) year period immediately preceding the petition.

37 STEP TWO: Determine the greater of zero (0) or the result of:

38 (A) the STEP ONE percentage; minus

39 (B) six percent (6%);

40 expressed as a decimal.

41 STEP THREE: Determine a rate that is the lesser of:

42 (A) fifteen-hundredths (0.15); or



- 1 (B) the STEP TWO result.
- 2 STEP FOUR: Reduce the STEP THREE rate by any rate increase
- 3 in the township's property tax rate or rates for its township
- 4 firefighting and emergency services fund, township firefighting
- 5 fund, or township emergency services fund, as applicable, within
- 6 the immediately preceding ten (10) year period that was made
- 7 based on a petition submitted by the township under this section.
- 8 ~~(c)~~ (d) The township's maximum permissible ad valorem property
- 9 tax levy for its township firefighting and emergency services fund
- 10 under IC 36-8-13-4(a)(1) or the combined levies for the township
- 11 firefighting fund and township emergency services fund described in
- 12 IC 36-8-13-4(a)(2) for property taxes first due and payable in a given
- 13 year, as adjusted under this section, shall be calculated as:
- 14 (1) the amount of the ad valorem property tax levy increase for
- 15 the township firefighting and emergency services fund under
- 16 IC 36-8-13-4(a)(1) or the combined levies for the township
- 17 firefighting fund and township emergency services fund described
- 18 in IC 36-8-13-4(a)(2), as applicable, without regard to this
- 19 section; plus
- 20 (2) an amount equal to the result of:
- 21 (A) the rate determined under the formula in subsection ~~(b)~~;
- 22 ~~(c)~~; multiplied by
- 23 (B) the net assessed value of the fire protection and emergency
- 24 services area divided by one hundred (100).
- 25 The calculation under this subsection shall be used in the determination
- 26 of the township's maximum permissible ad valorem property tax levy
- 27 under IC 36-8-13-4 for property taxes first due and payable in the first
- 28 year of the increase and thereafter.
- 29 **(e) Notwithstanding the rate limitation in STEP THREE of**
- 30 **subsection (c), a township may submit a petition under subsection**
- 31 **(b) to increase the township's maximum permissible ad valorem**
- 32 **property tax levy for its township firefighting and emergency**
- 33 **services fund under IC 36-8-13-4(a)(1) or the levies for the**
- 34 **township firefighting fund and township emergency services fund**
- 35 **described in IC 36-8-13-4(a)(2), as applicable, for property taxes**
- 36 **first due and payable in the immediately succeeding year as**
- 37 **determined under the formula under subsection (c), subject to the**
- 38 **following:**
- 39 **(1) The amount determined under subsection (c) may not**
- 40 **exceed the result of:**
- 41 **(A) the STEP TWO result in subsection (c); multiplied by**
- 42 **(B) eight-tenths (0.8).**



1 **(2) The rate, as adjusted under this section and as certified by**
 2 **the department of local government finance for the township's**
 3 **maximum permissible ad valorem property tax levy for:**

4 **(A) its township firefighting and emergency services fund**
 5 **under IC 36-8-13-4(a)(1); or**

6 **(B) the levies for the township firefighting fund and**
 7 **township emergency services fund described in**
 8 **IC 36-8-13-4(a)(2);**

9 **as applicable, may not exceed a rate determined by the**
 10 **formula under subsection (f).**

11 **(3) STEP FOUR of subsection (c) applies to any petition the**
 12 **executive of the township subsequently submits after**
 13 **submitting an initial petition after December 31, 2025, under**
 14 **this section.**

15 **(f) The rate limitation described in subsection (e)(2) shall be**
 16 **determined using the following formula:**

17 **STEP ONE: Determine the sum of:**

18 **(A) the rate certified by the department of local**
 19 **government finance for the current year for the**
 20 **township's:**

21 **(i) township firefighting and emergency services fund**
 22 **under IC 36-8-13-4(a)(1); or**

23 **(ii) the levies for the township firefighting fund and**
 24 **township emergency services fund described in**
 25 **IC 36-8-13-4(a)(2);**

26 **as applicable; plus**

27 **(B) the amount determined under STEP THREE of**
 28 **subsection (c).**

29 **STEP TWO: Determine the lesser of:**

30 **(A) twenty-hundredths (0.20); or**

31 **(B) the STEP ONE result.**

32 **SECTION 47. IC 6-1.1-18-29 IS REPEALED [EFFECTIVE JULY**
 33 **1, 2026]. Sec. 29: (a) The board of trustees of a fire protection district**
 34 **may, upon approval by the county legislative body, submit a petition to**
 35 **the department of local government finance for an increase in the fire**
 36 **protection district's maximum permissible ad valorem property tax levy**
 37 **for property taxes first due and payable in 2021 or for any year**
 38 **thereafter for which a petition is submitted under this section.**

39 **(b) If a petition is submitted as provided in subsection (a) before**
 40 **August 1, 2020; or April 1 of a year thereafter, the department of local**
 41 **government finance shall increase the fire protection district's**
 42 **maximum permissible ad valorem property tax levy for property taxes**



1 first due and payable in the immediately succeeding year by using the
2 following formula for purposes of subsection (c)(2):

3 STEP ONE: Determine the percentage increase in the population;
4 as determined by the county legislative body and as may be
5 prescribed by the department of local government finance; that is
6 within the fire protection district area during the ten (10) year
7 period immediately preceding the year in which the petition is
8 submitted under subsection (a). The county legislative body may
9 use the most recently available population data issued by the
10 Bureau of the Census during the ten (10) year period immediately
11 preceding the petition.

12 STEP TWO: Determine the greater of zero (0) or the result of:

13 (A) the STEP ONE percentage; minus

14 (B) six percent (6%);

15 expressed as a decimal.

16 STEP THREE: Determine a rate that is the lesser of:

17 (A) fifteen-hundredths (0.15); or

18 (B) the STEP TWO result.

19 STEP FOUR: Reduce the STEP THREE rate by any rate increase
20 in the fire protection district's property tax rate within the
21 immediately preceding ten (10) year period that was made based
22 on a petition submitted by the fire protection district under this
23 section.

24 (c) The fire protection district's maximum permissible ad valorem
25 property tax levy for property taxes first due and payable in a given
26 year, as adjusted under this section, shall be calculated as:

27 (1) the amount of the ad valorem property tax levy increase for
28 the fire protection district without regard to this section; plus

29 (2) an amount equal to the result of:

30 (A) the rate determined under the formula in subsection (b);
31 multiplied by

32 (B) the net assessed value of the fire protection district area
33 divided by one hundred (100):

34 The calculation under this subsection shall be used in the determination
35 of the fire protection district's maximum permissible ad valorem
36 property tax levy for property taxes first due and payable in the first
37 year of the increase and thereafter.

38 SECTION 48. IC 6-1.1-18-29.5 IS REPEALED [EFFECTIVE JULY
39 1, 2026]. Sec. 29.5: (a) The executive of a unit serving as the provider
40 unit of a fire protection territory may, upon approval by the provider
41 unit's fiscal body, submit a petition to the department of local
42 government finance for an increase in the fire protection territory's



1 maximum permissible ad valorem property tax levy for its fire
 2 protection territory fund under IC 36-8-19-8 for property taxes first due
 3 and payable in 2023 or for any year thereafter for which a petition is
 4 submitted under this section.

5 (b) If a petition is submitted as provided in subsection (a) before
 6 August 1, 2022, or April 1 of a year thereafter, the department of local
 7 government finance shall increase the fire protection territory's
 8 maximum permissible ad valorem property tax levy for the fire
 9 protection territory fund under IC 36-8-19-8 for property taxes first due
 10 and payable in the immediately succeeding year by using the following
 11 formula for purposes of subsection (c)(2):

12 STEP ONE: Determine the percentage increase in the population;
 13 as determined by the provider unit's fiscal body and as may be
 14 prescribed by the department of local government finance, that is
 15 within the fire protection territory area during the ten (10) year
 16 period immediately preceding the year in which the petition is
 17 submitted under subsection (a). The provider unit's fiscal body
 18 may use the most recently available population data issued by the
 19 Bureau of the Census during the ten (10) year period immediately
 20 preceding the petition.

21 STEP TWO: Determine the greater of zero (0) or the result of:

22 (A) the STEP ONE percentage; minus

23 (B) six percent (6%);

24 expressed as a decimal.

25 STEP THREE: Determine a rate that is the lesser of:

26 (A) fifteen-hundredths (0.15); or

27 (B) the STEP TWO result.

28 STEP FOUR: Reduce the STEP THREE rate by any rate increase
 29 in the fire protection territory's property tax rate for its fire
 30 protection territory fund within the immediately preceding ten
 31 (10) year period that was made based on a petition submitted by
 32 the fire protection territory under this section.

33 (c) The fire protection territory's maximum permissible ad valorem
 34 property tax levy for its fire protection territory fund under
 35 IC 36-8-19-8 for property taxes first due and payable in a given year,
 36 as adjusted under this section, shall be calculated as:

37 (1) the amount of the ad valorem property tax levy increase for
 38 the fire protection territory fund without regard to this section;
 39 plus

40 (2) an amount equal to the result of:

41 (A) the rate determined under the formula in subsection (b);

42 multiplied by



1 (B) the net assessed value of the fire protection territory area
 2 divided by one hundred (100):

3 The calculation under this subsection shall be used in the determination
 4 of the fire protection territory's maximum permissible ad valorem
 5 property tax levy under IC 36-8-19-8 for property taxes first due and
 6 payable in the first year of the increase and thereafter:

7 SECTION 49. IC 6-1.1-18.5-7, AS AMENDED BY P.L.159-2020,
 8 SECTION 32, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 9 UPON PASSAGE]: Sec. 7. (a) A civil taxing unit is not subject to the
 10 levy limits imposed by section 3 of this chapter for an ensuing calendar
 11 year if the civil taxing unit did not ~~adopt an ad valorem property tax~~
 12 ~~levy for the immediately preceding calendar year.~~ **exist as of January**
 13 **1 in the calendar year that immediately precedes the ensuing**
 14 **calendar year.**

15 (b) If under subsection (a) a civil taxing unit is not subject to the
 16 levy limits imposed under section 3 of this chapter for an ensuing
 17 calendar year, the civil taxing unit shall, ~~before June 30 of in the~~
 18 ~~immediately preceding year,~~ **refer its proposed adopt its** budget, ad
 19 ~~valorem property tax levy, and property tax rate for the ensuing~~
 20 ~~calendar year to and file the adopted budget, ad valorem property~~
 21 **tax levy, and property tax rate with** the department of local
 22 ~~government finance as required by IC 6-1.1-17-5.~~ The department of
 23 ~~local government finance shall make a final determination of review~~
 24 ~~the civil taxing unit's budget, ad valorem property tax levy, and~~
 25 ~~property tax rate for the ensuing calendar year to ensure the adopted~~
 26 **budget is fundable based on the civil taxing unit's adopted tax levy**
 27 **and estimates of available revenues. If the adopted budget is**
 28 **fundable, the department of local government finance shall certify**
 29 **the adopted ad valorem property tax levy for the ensuing calendar**
 30 **year.** However, a civil taxing unit may not impose a property tax levy
 31 for an ensuing calendar year if the unit did not exist as of January 1 of
 32 the immediately preceding year.

33 (c) This subsection does not apply to an ad valorem property tax
 34 levy imposed by a civil taxing unit for fire protection services within
 35 a fire protection territory under IC 36-8-19. In determining a budget, ad
 36 valorem property tax levy, and property tax rate under subsection (b),
 37 the department shall consider the effect of a property tax levy on a local
 38 income tax distribution to the civil taxing unit under IC 6-3.6-6.

39 SECTION 50. IC 6-1.1-18.5-9.8, AS AMENDED BY P.L.184-2016,
 40 SECTION 15, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 41 JULY 1, 2026]: Sec. 9.8. (a) For purposes of determining the property
 42 tax levy limit imposed on a city, town, or county under section 3 of this



1 chapter, the city, town, or county's ad valorem property tax levy for a
 2 particular calendar year does not include an amount equal to the
 3 amount of ad valorem property taxes that would be first due and
 4 payable to the city, town, or county during the ensuing calendar year if
 5 the taxing unit imposed ~~the maximum permissible~~ **a certified** property
 6 tax rate per one hundred dollars (\$100) of assessed valuation that the
 7 civil taxing unit may impose for the particular calendar year under the
 8 authority of IC 36-9-14.5 (in the case of a county) or IC 36-9-15.5 (in
 9 the case of a city or town).

10 (b) Before July 15 of each year, the department of local government
 11 finance shall provide to each county, city, and town an estimate of the
 12 maximum permissible property tax rate per one hundred dollars (\$100)
 13 of assessed valuation that the county, city, or town may impose for the
 14 ensuing year under IC 36-9-14.5 (in the case of a county) or
 15 IC 36-9-15.5 (in the case of a city or town).

16 SECTION 51. IC 6-1.1-18.5-33 IS ADDED TO THE INDIANA
 17 CODE AS A **NEW SECTION TO READ AS FOLLOWS**
 18 [EFFECTIVE UPON PASSAGE]: **Sec. 33. (a) This section applies**
 19 **only to Miami Township in Cass County.**

20 (b) **Subject to subsection (c), the executive of a township**
 21 **described in subsection (a) may, after approval by the fiscal body**
 22 **of the township, and before August 1, 2026, submit a petition to the**
 23 **department of local government finance requesting an increase in**
 24 **the township's maximum permissible ad valorem property tax levy**
 25 **for property taxes first due and payable in 2027.**

26 (c) **Before the fiscal body of the township may approve a**
 27 **petition under subsection (b), the fiscal body of the township shall**
 28 **hold a public hearing on the petition. The fiscal body shall give**
 29 **notice of the public hearing under IC 5-3-1. At the public hearing,**
 30 **the fiscal body shall make available to the public the following:**

31 (1) **A fiscal plan describing the need for the increase to the**
 32 **levy and the expenditures for which the revenue generated**
 33 **from the increase to the levy will be used.**

34 (2) **A statement that the proposed increase will be a**
 35 **permanent increase to the township's maximum permissible**
 36 **ad valorem property tax levy.**

37 (3) **The estimated effect of the proposed increase on**
 38 **taxpayers.**

39 **After the fiscal body approves the petition, the township shall**
 40 **immediately notify the other civil taxing units and school**
 41 **corporations in the county that are located in a taxing district**
 42 **where the township is also located.**



1 (d) If the executive of the township submits a petition under
 2 subsection (b), the department of local government finance shall
 3 increase the maximum permissible ad valorem property tax levy
 4 for property taxes first due and payable in 2027 by twelve
 5 thousand one hundred sixty-seven dollars (\$12,167).

6 (e) The township's maximum permissible ad valorem property
 7 tax levy for property taxes first due and payable in 2027, as
 8 adjusted under this section, shall be used in the determination of
 9 the township's maximum permissible ad valorem property tax levy
 10 under IC 6-1.1-18.5 for property taxes first due and payable in
 11 2028 and thereafter.

12 (f) This section expires June 30, 2029.

13 SECTION 52. IC 6-1.1-20.6-2.4, AS ADDED BY P.L.146-2008,
 14 SECTION 217, IS AMENDED TO READ AS FOLLOWS
 15 [EFFECTIVE UPON PASSAGE]: Sec. 2.4. As used in this chapter,

16 (†) "manufactured home" has the meaning set forth in
 17 ~~IC 22-12-1-16~~; and **IC 9-13-2-96(a). The term includes a mobile**
 18 **home (as defined in IC 9-13-2-103.2).**

19 (‡) "~~mobile home~~" has the meaning set forth in ~~IC 16-41-27-4~~.

20 SECTION 53. IC 6-1.1-20.6-3, AS AMENDED BY P.L.68-2025,
 21 SECTION 73, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 22 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 3. As used in this
 23 chapter, "property tax liability" means, for purposes of:

24 (1) this chapter, other than section 7.7 or 8.5 of this chapter,
 25 liability for the tax imposed on property under this article
 26 determined after application of all credits and deductions under
 27 this article or IC 6-3.6, except the credit granted by section 7 or
 28 7.5 of this chapter, but does not include any interest or penalty
 29 imposed under this article;

30 (2) section 8.5 of this chapter, liability for the tax imposed on
 31 property under this article determined after application of all
 32 credits and deductions under this article or IC 6-3.6, including the
 33 credits granted by sections 7, 7.5, and 7.7 of this chapter, but not
 34 including the credit granted under section 8.5 of this chapter or
 35 any interest or penalty imposed under this article; and

36 (3) section 7.7 of this chapter, liability for the tax imposed on
 37 property under this article determined after application of all
 38 credits and deductions under this article or IC 6-3.6, including the
 39 credit granted by section 7 or 7.5 of this chapter, but not including
 40 **the credit granted under IC 6-3.6-6-3.1**, the credits granted
 41 under section 7.7 or 8.5 of this chapter or any interest or penalty
 42 imposed under this article.



1 SECTION 54. IC 6-1.1-20.6-9.5, AS AMENDED BY P.L.272-2019,
 2 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 3 JANUARY 1, 2025 (RETROACTIVE)]: Sec. 9.5. (a) This section
 4 applies only to credits under this chapter against property taxes first
 5 due and payable after December 31, 2006.

6 (b) The application of the credit under this chapter, **IC 6-1.1-49, or**
 7 **IC 6-1.1-51.3** results in a reduction of the property tax collections of
 8 each political subdivision in which the credit is applied. Except as
 9 provided in IC 20-46-1 and IC 20-46-9, a political subdivision may not
 10 increase its property tax levy to make up for that reduction.

11 (c) A political subdivision may not borrow money to compensate the
 12 political subdivision or any other political subdivision for the reduction
 13 of property tax collections referred to in subsection (b).

14 SECTION 55. IC 6-1.1-20.6-9.8, AS AMENDED BY P.L.9-2024,
 15 SECTION 171, IS AMENDED TO READ AS FOLLOWS
 16 [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 9.8. (a)
 17 This section applies to property taxes first due and payable after
 18 December 31, 2009.

19 (b) The following definitions apply throughout this section:

20 (1) "Debt service obligations of a political subdivision" refers to:

21 (A) the principal and interest payable during a calendar year
 22 on bonds; and

23 (B) lease rental payments payable during a calendar year on
 24 leases;

25 of a political subdivision payable from ad valorem property taxes.

26 (2) "Protected taxes" refers to the following:

27 (A) Property taxes that are exempted from the application of
 28 a credit granted under section 7 or 7.5 of this chapter by
 29 section 7(b), 7(c), 7.5(b), or 7.5(c) of this chapter or another
 30 law.

31 (B) Property taxes imposed by a political subdivision to pay
 32 for debt service obligations of a political subdivision that are
 33 not exempted from the application of a credit granted under
 34 section 7 or 7.5 of this chapter by section 7(b), 7(c), 7.5(b), or
 35 7.5(c) of this chapter or any other law. Property taxes
 36 described in this clause are subject to the credit granted under
 37 section 7 or 7.5 of this chapter by section 7(b), 7(c), 7.5(b), or
 38 7.5(c) of this chapter regardless of their designation as
 39 protected taxes.

40 (3) "Unprotected taxes" refers to property taxes that are not
 41 protected taxes.

42 (c) Except as provided in section 9.9 of this chapter, the total



1 amount of revenue to be distributed to the fund for which the protected
 2 taxes were imposed shall be determined as if no credit were granted
 3 under section 7, ~~or 7.5, or 7.7~~ of this chapter **or under IC 6-1.1-49**.
 4 The total amount of the loss in revenue resulting from the granting of
 5 credits under section 7, ~~or 7.5, or 7.7~~ of this chapter **or under**
 6 **IC 6-1.1-49** must reduce only the amount of unprotected taxes
 7 distributed to a fund using the following criteria:

8 (1) The reduction may be allocated in the amounts determined by
 9 the political subdivision using a combination of unprotected taxes
 10 of the political subdivision in those taxing districts in which the
 11 credit caused a reduction in protected taxes.

12 (2) The tax revenue and each fund of any other political
 13 subdivisions must not be affected by the reduction.

14 (d) When:

15 (1) the revenue that otherwise would be distributed to a fund
 16 receiving only unprotected taxes is reduced entirely under
 17 subsection (c) and the remaining revenue is insufficient for a fund
 18 receiving protected taxes to receive the revenue specified by
 19 subsection (c); or

20 (2) there is not a fund receiving only unprotected taxes from
 21 which to distribute revenue;

22 the revenue distributed to the fund receiving protected taxes must also
 23 be reduced. If the revenue distributed to a fund receiving protected
 24 taxes is reduced, the political subdivision may transfer money from one
 25 (1) or more of the other funds of the political subdivision to offset the
 26 loss in revenue to the fund receiving protected taxes. The transfer is
 27 limited to the amount necessary for the fund receiving protected taxes
 28 to receive the revenue specified under subsection (c). The amount
 29 transferred shall be specifically identified as a debt service obligation
 30 transfer for each affected fund.

31 SECTION 56. IC 6-1.1-20.6-9.9, AS AMENDED BY P.L.236-2023,
 32 SECTION 39, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 33 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 9.9. (a) This subsection
 34 applies to credits allocated before January 1, 2024. If:

35 (1) a school corporation after July 1, 2016, issues new bonds or
 36 enters into a new lease rental agreement for which the school
 37 corporation is imposing or will impose a debt service levy other
 38 than:

39 (A) to refinance or renew prior bond or lease rental obligations
 40 existing before January 1, 2017; or

41 (B) indebtedness that is approved in a local public question or
 42 referendum under IC 6-1.1-20 or any other law; and



- 1 (2) the school corporation's:
- 2 (A) total debt service levy is greater than the school
- 3 corporation's total debt service levy in 2016; and
- 4 (B) total debt service tax rate is greater than the school
- 5 corporation's total debt service tax rate in 2016;
- 6 the school corporation is not eligible to allocate credits proportionately
- 7 under this section.
- 8 (b) This subsection applies to credits allocated after December 31,
- 9 2023. A school corporation is not eligible to allocate credits
- 10 proportionately under this section, if a school corporation after July 1,
- 11 2023, issues new bonds or enters into a new lease rental agreement for
- 12 which the school corporation is imposing or will impose a debt service
- 13 levy other than:
- 14 (1) to refinance or renew prior bond or lease rental obligations
- 15 existing before January 1, 2024, but only if the refinancing or
- 16 renewal is for a lower interest rate; or
- 17 (2) indebtedness that is approved in a local public question or
- 18 referendum under IC 6-1.1-20 or any other law.
- 19 (c) Subject to subsection (a) (before January 1, 2024) and
- 20 subsection (b) (after December 31, 2023), a school corporation is
- 21 eligible to allocate credits proportionately under this section for 2019,
- 22 2020, 2021, 2022, 2023, 2024, 2025, or 2026 if the school corporation's
- 23 percentage computed under this subsection is at least ten percent (10%)
- 24 for its operations fund levy as certified by the department of local
- 25 government finance. A school corporation shall compute its percentage
- 26 under this subsection as determined under the following formula:
- 27 STEP ONE: Determine the amount of credits granted under this
- 28 chapter against the school corporation's levy for the school
- 29 corporation's operations fund.
- 30 STEP TWO: Determine the amount of the school corporation's
- 31 levy that is attributable to new debt incurred after June 30, 2019,
- 32 but is not attributable to the debt service levy described in
- 33 subsection (a)(1)(B) (before January 1, 2024) or subsection (b)(2)
- 34 (after December 31, 2023).
- 35 STEP THREE: Determine the result of the school corporation's
- 36 total levy minus any referendum levy.
- 37 STEP FOUR: Subtract the STEP TWO amount from the STEP
- 38 THREE amount.
- 39 STEP FIVE: Divide the STEP FOUR amount by the STEP
- 40 THREE amount expressed as a percentage.
- 41 STEP SIX: Multiply the STEP ONE amount by the STEP FIVE
- 42 percentage.



- 1 STEP SEVEN: Determine the school corporation's levy for the
2 school corporation's operations fund.
- 3 STEP EIGHT: Divide the STEP SIX amount by the STEP SEVEN
4 amount expressed as a percentage.
- 5 The computation must be made by taking into account the requirements
6 of section 9.8 of this chapter regarding protected taxes and the impact
7 of credits granted under this chapter on the revenue to be distributed to
8 the school corporation's operations fund for the particular year.
- 9 (d) A school corporation that desires to be an eligible school
10 corporation under this section must, before May 1 of the year for which
11 it wants a determination, submit a written request for a certification by
12 the department of local government finance that the computation of the
13 school corporation's percentage under subsection (c) is correct. The
14 department of local government finance shall, not later than June 1 of
15 that year, determine whether the percentage computed by the school
16 corporation under subsection (c) is accurate and certify whether the
17 school corporation is eligible under this section.
- 18 (e) For a school corporation that is certified as eligible under this
19 section, the school corporation may allocate the effect of the credits
20 granted under this chapter **and IC 6-1.1-49** proportionately among all
21 the school corporation's property tax funds that are not exempt under
22 section 7.5(b) or 7.5(c) of this chapter, based on the levy for each fund
23 and without taking into account the requirements of section 9.8 of this
24 chapter regarding protected taxes as determined under the following
25 formula:
- 26 STEP ONE: Determine the product of:
27 (A) the percentage determined under STEP EIGHT of
28 subsection (c); multiplied by
29 (B) five (5).
- 30 STEP TWO: Determine the lesser of the STEP ONE percentage
31 or one hundred percent (100%).
- 32 STEP THREE: Determine the product of:
33 (A) the amount determined under STEP SIX of subsection (c);
34 multiplied by
35 (B) the STEP TWO percentage.
- 36 The school corporation may allocate the amount of credits determined
37 under STEP THREE proportionately under this section. The
38 department of local government finance shall include in its certification
39 of an eligible school corporation under subsection (d) the amount of
40 credits that the school corporation may allocate proportionately as
41 determined under this subsection.
- 42 (f) This section expires January 1, 2027.



1 SECTION 57. IC 6-1.1-21.2-4, AS AMENDED BY P.L.146-2008,
 2 SECTION 232, IS AMENDED TO READ AS FOLLOWS
 3 [EFFECTIVE UPON PASSAGE]: Sec. 4. As used in this chapter, "base
 4 assessed value" means the base assessed value as that term is defined
 5 or used in:

- 6 (1) ~~IC 6-1.1-39-5(h)~~; **IC 6-1.1-39-5(i)**;
 7 (2) IC 8-22-3.5-9(a);
 8 (3) IC 8-22-3.5-9.5;
 9 (4) IC 36-7-14-39(a);
 10 (5) IC 36-7-14-39.2;
 11 (6) IC 36-7-14-39.3(c);
 12 (7) IC 36-7-14-48;
 13 (8) IC 36-7-14.5-12.5;
 14 (9) IC 36-7-15.1-26(a);
 15 (10) IC 36-7-15.1-26.2(c);
 16 (11) IC 36-7-15.1-35(a);
 17 (12) IC 36-7-15.1-35.5;
 18 (13) IC 36-7-15.1-53;
 19 (14) IC 36-7-15.1-55(c);
 20 (15) IC 36-7-30-25(a)(2);
 21 (16) IC 36-7-30-26(c);
 22 (17) IC 36-7-30.5-30; or
 23 (18) IC 36-7-30.5-31.

24 SECTION 58. IC 6-1.1-21.2-7, AS AMENDED BY P.L.146-2008,
 25 SECTION 236, IS AMENDED TO READ AS FOLLOWS
 26 [EFFECTIVE UPON PASSAGE]: Sec. 7. As used in this chapter,
 27 "property taxes" means:

- 28 (1) property taxes, as defined in:
 29 (A) ~~IC 6-1.1-39-5(g)~~; **IC 6-1.1-39-5(h)**;
 30 (B) IC 36-7-14-39(a);
 31 (C) IC 36-7-14-39.2;
 32 (D) IC 36-7-14-39.3(c);
 33 (E) IC 36-7-14.5-12.5;
 34 (F) IC 36-7-15.1-26(a);
 35 (G) IC 36-7-15.1-26.2(c);
 36 (H) IC 36-7-15.1-53(a);
 37 (I) IC 36-7-15.1-55(c);
 38 (J) IC 36-7-30-25(a)(3);
 39 (K) IC 36-7-30-26(c);
 40 (L) IC 36-7-30.5-30; or
 41 (M) IC 36-7-30.5-31; or
 42 (2) for allocation areas created under IC 8-22-3.5, the taxes



1 assessed on taxable tangible property in the allocation area.

2 SECTION 59. IC 6-1.1-22-19, AS ADDED BY P.L.230-2025,
3 SECTION 50, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
4 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 19. (a) This section
5 applies to real property tax statements provided to taxpayers after
6 December 31, 2025.

7 (b) In a manner determined by the department of local government
8 finance, the department of local government finance shall include on
9 the coupon page of the property tax statement prescribed by the
10 department of local government finance educational information
11 regarding the eligibility and procedures for the following deductions
12 and **credit credits** available to certain eligible taxpayers:

13 (1) The deduction for a veteran with a partial disability under
14 IC 6-1.1-12-13 **(before its expiration).**

15 (2) The deduction for a totally disabled veteran ~~or a veteran who~~
16 ~~is at least sixty-two (62) years of age who is partially disabled~~
17 under IC 6-1.1-12-14.

18 (3) The deduction for a disabled veteran under IC 6-1.1-12-14.5.

19 (4) The credit for a person sixty-five (65) years of age or older
20 under IC 6-1.1-51.3-1.

21 **(5) The credit for a disabled veteran or a veteran who is at**
22 **least sixty-two (62) years of age under IC 6-1.1-51.3-5.**

23 **(6) The credit for a veteran with a partial disability under**
24 **IC 6-1.1-51.3-6.**

25 SECTION 60. IC 6-1.1-24-5.7, AS AMENDED BY P.L.26-2023,
26 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
27 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 5.7. (a) The county
28 treasurer shall require each person who will be bidding at the tax sale
29 to sign a statement in a form substantially similar to the following:

30 "Indiana law prohibits a person who owes delinquent taxes,
31 special assessments, penalties, interest, or costs directly
32 attributable to a prior tax sale of a tract or item of real property
33 listed under IC 6-1.1-24-1 from bidding on or purchasing tracts or
34 items of real property at a tax sale. I hereby affirm under the
35 penalties for perjury that I do not owe delinquent taxes, special
36 assessments, penalties, interest, costs directly attributable to a
37 prior tax sale, amounts from a final adjudication in favor of a
38 political subdivision, any civil penalties imposed for the violation
39 of a building code or county ordinance, or any civil penalties
40 imposed by a county health department. I also affirm that I am not
41 purchasing tracts or items of real property on behalf of or as an
42 agent for a person who is prohibited from purchasing at a tax sale.



1 Further, I hereby acknowledge that any successful bid I make in
 2 violation of this statement is subject to forfeiture. I further
 3 acknowledge that I will not assign a certificate of sale for any tract
 4 or item of real property purchased to a person who is prohibited
 5 from bidding on or purchasing real property at a tax sale. In the
 6 event of forfeiture, the amount by which my bid exceeds the
 7 minimum bid on the tract or item or real property under
 8 IC 6-1.1-24-5(e), if any, shall be applied to the delinquent taxes,
 9 special assessments, penalties, interest, costs, judgments, or civil
 10 penalties I owe, and a certificate will be issued to the county
 11 executive. I further acknowledge that a person who knowingly or
 12 intentionally provides false information on this affidavit commits
 13 perjury, a Level 6 felony."

14 (b) If a person purchases real property that the person was not
 15 eligible to purchase under section 5.1, 5.3, ~~or 5.4~~, **or 5.9** of this chapter,
 16 the sale of the real property is subject to forfeiture. If the county
 17 treasurer determines or is notified not more than forty-five (45) days
 18 after the date of the sale that the sale of the real property should be
 19 forfeited, the county treasurer shall:

20 (1) not more than five (5) days after the county treasurer is
 21 notified, notify the person in writing by first class mail that the
 22 sale is subject to forfeiture if the person does not pay the amounts
 23 the person owes within fifteen (15) days of the date the written
 24 notice is mailed;

25 (2) if the person does not meet the conditions described in
 26 subdivision (1) within fifteen (15) days after the written notice is
 27 mailed, apply the surplus amount of the person's bid, if any, to the
 28 delinquent taxes, special assessments, penalties, and interest on
 29 the real property;

30 (3) remit the amounts owed from a final adjudication or civil
 31 penalties in favor of a political subdivision to the political
 32 subdivision;

33 (4) notify the county auditor that the sale has been forfeited; and

34 (5) file with the county recorder a certification identifying the
 35 forfeited sale that includes:

36 (A) the date of the sale;

37 (B) the name of the buyer;

38 (C) the property identification number of the real property;

39 (D) the real property's legal description; and

40 (E) a statement that the sale has been forfeited and is null and
 41 void because the buyer was not eligible to purchase the real
 42 property.



1 Upon being notified that a sale has been forfeited, the county auditor
2 shall issue a certificate to the county executive under section 6 of this
3 chapter.

4 (c) A county treasurer may decline to forfeit a sale under this section
5 because of inadvertence or mistake, lack of actual knowledge by the
6 bidder, substantial harm to other parties with interests in the real
7 property, or other substantial reasons. If the treasurer declines to forfeit
8 a sale, the treasurer shall:

- 9 (1) prepare a written statement explaining the reasons for
10 declining to forfeit the sale;
11 (2) retain the written statement as an official record; and
12 (3) file with the county recorder a certification that includes:
13 (A) the date of the sale;
14 (B) the name of the buyer;
15 (C) the property identification number of the real property;
16 (D) the real property's legal description; and
17 (E) a statement that the sale has not been forfeited and is valid.

18 (d) If a sale is forfeited under this section and the tract or item of
19 real property is redeemed from the sale, the county auditor shall deposit
20 the amount of the redemption into the county general fund and notify
21 the county executive of the redemption. Upon being notified of the
22 redemption, the county executive shall surrender the certificate to the
23 county auditor.

24 (e) If a county treasurer does not take action under subsection (b)
25 within forty-five (45) days of the date the county treasurer determines
26 or is notified that a sale should be forfeited, the person is deemed to be
27 an eligible purchaser for that sale of that real property.

28 (f) If a tax deed is issued for real property under IC 6-1.1-25-4, this
29 section cannot be invoked to invalidate, rescind, or set aside the tax
30 deed.

31 SECTION 61. IC 6-1.1-24-5.9 IS ADDED TO THE INDIANA
32 CODE AS A NEW SECTION TO READ AS FOLLOWS
33 [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: **Sec. 5.9. (a) As**
34 **used in this section, "business entity" refers to any of the following:**

- 35 (1) **A sole proprietorship.**
36 (2) **A professional practice.**
37 (3) **An unincorporated association.**
38 (4) **A partnership.**
39 (5) **A limited partnership.**
40 (6) **A limited liability partnership.**
41 (7) **A corporation.**
42 (8) **A professional corporation.**



- 1 **(9) A limited liability company.**
 2 **(10) A trust.**
 3 **(11) A business trust.**
 4 **(12) A real estate investment trust.**
 5 **(13) A fiduciary.**
 6 **(14) Any other form of organization permitted under Indiana**
 7 **law for business purposes.**
 8 **(b) An individual or business entity may not bid or purchase a**
 9 **tract or item of real property offered for sale under section 5 or 6.1**
 10 **of this chapter if:**
 11 **(1) the individual; or**
 12 **(2) an individual with a significant ownership interest or**
 13 **financial interest in the business entity also held a significant**
 14 **ownership interest or financial interest in another business**
 15 **entity that;**
 16 **previously purchased a tract or item of real property offered for**
 17 **sale under section 5 or 6.1 of this chapter and the tract or item of**
 18 **real property was subsequently included on the list prepared under**
 19 **section 1 of this chapter.**
 20 SECTION 62. IC 6-1.1-24-9, AS AMENDED BY P.L.26-2023,
 21 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 22 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 9. (a) Immediately after
 23 a tax sale purchaser pays the bid, as evidenced by the receipt of the
 24 county treasurer, or immediately after the county acquires a lien under
 25 section 6 of this chapter, the county auditor shall deliver a certificate
 26 of sale to the purchaser or to the county or to the city. The certificate
 27 shall be signed by the auditor and registered in the auditor's office. The
 28 certificate shall contain:
 29 (1) a description of real property that corresponds to the
 30 description used on the notice of sale;
 31 (2) the name of:
 32 (A) the owner of record at the time of the sale of real property
 33 with a single owner; or
 34 (B) at least one (1) of the owners of real property with multiple
 35 owners;
 36 (3) the mailing address of the owner of the real property sold as
 37 indicated in the records of the county auditor;
 38 (4) the name and mailing address of the purchaser;
 39 (5) the date of sale;
 40 (6) the amount for which the real property was sold;
 41 (7) the amount of the minimum bid for which the tract or real
 42 property was offered at the time of sale as required by section 5



- 1 of this chapter;
- 2 (8) the date when the period of redemption specified in
- 3 IC 6-1.1-25-4 will expire;
- 4 (9) the court cause number under which judgment was obtained;
- 5 and
- 6 (10) the street address, if any, or common description of the real
- 7 property.
- 8 (b) When a certificate of sale is issued under this section, the
- 9 purchaser acquires a lien against the real property for the entire amount
- 10 paid. The lien of the purchaser is superior to all liens against the real
- 11 property which exist at the time the certificate is issued.
- 12 (c) A certificate of sale is assignable. However, a purchaser who
- 13 acquires a certificate of sale may not assign the certificate of sale to a
- 14 person who was not eligible under section 5.1, 5.3, **or 5.4, or 5.9** of this
- 15 chapter to bid on or purchase real property at a tax sale held under
- 16 section 5 or 6.1 of this chapter until the person satisfies the eligibility
- 17 requirements as determined by the county auditor. In addition to the
- 18 prohibition on the assignment of a tax sale certificate to a person
- 19 described in section 5.1, 5.3, **or 5.4, or 5.9** of this chapter until the
- 20 person satisfies the eligibility requirements as determined by the county
- 21 auditor, a county legislative body may adopt an ordinance further
- 22 prohibiting the assignment of a certificate of sale acquired at a
- 23 treasurer's sale (pursuant to section 5 of this chapter) or at a county
- 24 executive's tax sale (pursuant to section 6.1 of this chapter) prior to the
- 25 issuance of a tax deed for the real property by the county auditor.
- 26 (d) An assignment not prohibited by an ordinance adopted under
- 27 subsection (c) is not valid unless the county auditor first determines the
- 28 person is eligible to receive the assignment. If the county auditor
- 29 determines the person is eligible to receive the assignment, the
- 30 following requirements apply:
- 31 (1) The assignment must be acknowledged before an officer
- 32 authorized to take acknowledgments of deeds.
- 33 (2) The assignment must be registered in the office of the county
- 34 auditor and noted in the county auditor's tax sale record under
- 35 IC 6-1.1-25-8.
- 36 When a certificate of sale is assigned, the assignee acquires the same
- 37 rights and obligations that the original purchaser acquired.
- 38 (e) Subject to IC 36-1-11-8, the county executive may assign a
- 39 certificate of sale held in the name of the county executive to any
- 40 political subdivision. If an assignment is made under this subsection:
- 41 (1) the period of redemption of the real property under
- 42 IC 6-1.1-25 is one hundred twenty (120) days after the date of the



1 assignment; and
 2 (2) notwithstanding IC 6-1.1-25-4.5(a) through
 3 IC 6-1.1-25-4.5(c), the assignee must transmit the notices
 4 required under IC 6-1.1-25-4.5 not later than ninety (90) days
 5 after the date of the assignment.

6 If the real property is not redeemed during the period of redemption,
 7 the assignee may petition the court for a tax deed under IC 6-1.1-25-4.6
 8 not later than ninety (90) days after the expiration of the period of
 9 redemption.

10 SECTION 63. IC 6-1.1-37-4, AS AMENDED BY P.L.230-2025,
 11 SECTION 56, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 12 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 4. A person who makes
 13 a false statement, with intent to obtain the property tax deduction
 14 provided in either IC 6-1.1-12-13 (**before its expiration**) or
 15 IC 6-1.1-12-14 when the person is not entitled to the deduction,
 16 commits a Class B misdemeanor.

17 SECTION 64. IC 6-1.1-39-5, AS AMENDED BY P.L.214-2019,
 18 SECTION 22, AND AS AMENDED BY P.L.257-2019, SECTION 68,
 19 IS CORRECTED AND AMENDED TO READ AS FOLLOWS
 20 [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) A declaratory ordinance
 21 adopted under section 2 of this chapter and confirmed under section 3
 22 of this chapter must include a provision with respect to the allocation
 23 and distribution of property taxes for the purposes and in the manner
 24 provided in this section. The allocation provision must apply to the
 25 entire economic development district. The allocation provisions must
 26 require that any property taxes subsequently levied by or for the benefit
 27 of any public body entitled to a distribution of property taxes on taxable
 28 property in the economic development district be allocated and
 29 distributed as follows:

30 (1) Except as otherwise provided in this section, the proceeds of
 31 the taxes attributable to the lesser of:

32 (A) the assessed value of the property for the assessment date
 33 with respect to which the allocation and distribution is made;
 34 or
 35 (B) the base assessed value;

36 shall be allocated to and, when collected, paid into the funds of
 37 the respective taxing units. However, if the effective date of the
 38 allocation provision of a declaratory ordinance is after March 1,
 39 1985, and before January 1, 1986, and if an improvement to
 40 property was partially completed on March 1, 1985, the unit may
 41 provide in the declaratory ordinance that the taxes attributable to
 42 the assessed value of the property as finally determined for March



1 1, 1984, shall be allocated to and, when collected, paid into the
 2 funds of the respective taxing units.

3 (2) Except as otherwise provided in this section, part or all of the
 4 property tax proceeds in excess of those described in subdivision
 5 (1), as specified in the declaratory ordinance, shall be allocated to
 6 the unit for the economic development district and, when
 7 collected, paid into a special fund established by the unit for that
 8 economic development district that may be used only to pay the
 9 principal of and interest on obligations owed by the unit under
 10 IC 4-4-8 (before its repeal) or IC 5-28-9 for the financing of
 11 industrial development programs in, or serving, that economic
 12 development district. The amount not paid into the special fund
 13 shall be paid to the respective units in the manner prescribed by
 14 subdivision (1).

15 (3) When the money in the fund is sufficient to pay all
 16 outstanding principal of and interest (to the earliest date on which
 17 the obligations can be redeemed) on obligations owed by the unit
 18 under IC 4-4-8 (before its repeal) or IC 5-28-9 for the financing
 19 of industrial development programs in, or serving, that economic
 20 development district, money in the special fund in excess of that
 21 amount shall be paid to the respective taxing units in the manner
 22 prescribed by subdivision (1).

23 (b) Property tax proceeds allocable to the economic development
 24 district under subsection (a)(2) must, subject to subsection (a)(3), be
 25 irrevocably pledged by the unit for payment as set forth in subsection
 26 (a)(2).

27 (c) For the purpose of allocating taxes levied by or for any taxing
 28 unit or units, the assessed value of taxable property in a territory in the
 29 economic development district that is annexed by any taxing unit after
 30 the effective date of the allocation provision of the declaratory
 31 ordinance is the lesser of:

- 32 (1) the assessed value of the property for the assessment date with
- 33 respect to which the allocation and distribution is made; or
- 34 (2) the base assessed value.

35 (d) Notwithstanding any other law, each assessor shall, upon
 36 petition of the fiscal body, reassess the taxable property situated upon
 37 or in, or added to, the economic development district effective on the
 38 next assessment date after the petition.

39 (e) Notwithstanding any other law, the assessed value of all taxable
 40 property in the economic development district, for purposes of tax
 41 limitation, property tax replacement, and formulation of the budget, tax
 42 rate, and tax levy for each political subdivision in which the property



1 is located, is the lesser of:

- 2 (1) the assessed value of the property as valued without regard to
 3 this section; or
 4 (2) the base assessed value.

5 (f) The state board of accounts and department of local government
 6 finance shall make the rules and prescribe the forms and procedures
 7 that they consider expedient for the implementation of this chapter.
 8 After each reassessment of a group of parcels under a reassessment
 9 plan prepared under IC 6-1.1-4-4.2 the ~~department of local government~~
 10 **finance county auditor** shall, **on forms prescribed by the**
 11 **department of local government finance**, adjust the base assessed
 12 value one (1) time to neutralize any effect of the reassessment on the
 13 property tax proceeds allocated to the district under this section. After
 14 each annual adjustment under IC 6-1.1-4-4.5, the ~~department of local~~
 15 ~~government finance county auditor~~ shall, **on forms prescribed by the**
 16 **department of local government finance**, adjust the base assessed
 17 value to neutralize any effect of the annual adjustment on the property
 18 tax proceeds allocated to the district under this section. However, the
 19 adjustments under this subsection may not include the effect of
 20 property tax abatements under IC 6-1.1-12.1.

21 (g) **The county auditor shall, in the manner prescribed by the**
 22 **department of local government finance, submit the forms**
 23 **required by this section to the department of local government**
 24 **finance no later than July 15 of each year. If the county auditor**
 25 **fails to submit the forms by the deadline under this subsection, the**
 26 **county auditor shall allocate five percent (5%) of the assessed**
 27 **value in the allocation area that is used to calculate the allocation**
 28 **and distribution of allocated tax proceeds under this section to the**
 29 **respective taxing units. However, if the district notifies the county**
 30 **auditor and the department of local government finance, no later**
 31 **than July 15, that it is unable to meet its debt service obligations**
 32 **with regard to the allocation area without all or part of the**
 33 **allocated tax proceeds attributed to the assessed value that has**
 34 **been allocated to the respective taxing units, then the county**
 35 **auditor may not allocate five percent (5%) of the assessed value in**
 36 **the allocation area that is used to calculate the allocation and**
 37 **distribution of allocated tax proceeds under this section to the**
 38 **respective taxing units.**

39 (g) (h) As used in this section, "property taxes" means:

- 40 (1) taxes imposed under this article on real property; and
 41 (2) any part of the taxes imposed under this article on depreciable
 42 personal property that the unit has by ordinance allocated to the



- 1 economic development district. However, the ordinance may not
 2 limit the allocation to taxes on depreciable personal property with
 3 any particular useful life or lives.
- 4 If a unit had, by ordinance adopted before May 8, 1987, allocated to an
 5 economic development district property taxes imposed under IC 6-1.1
 6 on depreciable personal property that has a useful life in excess of eight
 7 (8) years, the ordinance continues in effect until an ordinance is
 8 adopted by the unit under subdivision (2).
- 9 ~~(h)~~ (i) As used in this section, "base assessed value" means, subject
 10 to subsection ~~(i)~~: (j):
- 11 (1) the net assessed value of all the property as finally determined
 12 for the assessment date immediately preceding the effective date
 13 of the allocation provision of the declaratory resolution, as
 14 adjusted under subsection (f); plus
- 15 (2) to the extent that it is not included in subdivision (1), the net
 16 assessed value of property that is assessed as residential property
 17 under the rules of the department of local government finance,
 18 *within the economic development district*, as finally determined
 19 for *any the current* assessment date. *after the effective date of the*
 20 *allocation provision.*
- 21 Subdivision (2) applies only to economic development districts
 22 established after June 30, 1997, and to additional areas established
 23 after June 30, 1997.
- 24 ~~(i)~~ (j) If a fiscal body confirms, or modifies and confirms, an
 25 ordinance under section 3 of this chapter and the fiscal body makes
 26 either of the filings required under section 3(d) of this chapter after the
 27 first anniversary of the effective date of the allocation provision in the
 28 ordinance, the auditor of the county in which the unit is located shall
 29 compute the base assessed value for the allocation area using the
 30 assessment date immediately preceding the later of:
- 31 (1) the date on which the documents are filed with the county
 32 auditor; or
- 33 (2) the date on which the documents are filed with the
 34 department.
- 35 SECTION 65. IC 6-1.1-41-4, AS AMENDED BY P.L.38-2021,
 36 SECTION 40, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 37 JULY 1, 2026]: Sec. 4. (a) A political subdivision that in any year
 38 adopts a proposal under this chapter must submit the proposal to the
 39 department of local government finance:
- 40 (1) before August 2 of that year, for years before 2018; and
 41 (2) before June 1 of that year, for years after 2017.
- 42 (b) Subject to subsections (c) and (d), the department of local



1 government finance shall certify to the political subdivision **during the**
 2 **certification process under IC 6-1.1-17-16** that the proposal has a
 3 property tax rate that does not exceed the maximum property tax rate
 4 allowed by the applicable statute described in section 1 of this chapter.
 5 If the proposal has a property tax rate that exceeds the maximum
 6 property tax rate allowed by the applicable statute described in section
 7 1 of this chapter, the department of local government finance shall
 8 certify the proposal at a rate equal to the maximum property tax rate
 9 allowed by the applicable statute under section 1 of this chapter.

10 (c) The department of local government finance may not decline to
 11 certify a proposal under subsection (b) unless the political subdivision
 12 fails to submit the proposal before the date described in subsection (a).

13 (d) If a petition is filed pursuant to section 6 of this chapter, the
 14 department of local government finance may not certify a proposal
 15 under subsection (b) until:

- 16 (1) a hearing has been conducted under section 7 of this chapter;
- 17 and
- 18 (2) a final determination has been made on the petition under
- 19 section 9 of this chapter.

20 If section 9 of this chapter applies, the department of local government
 21 finance may decline to certify the proposal.

22 SECTION 66. IC 6-1.1-51.3-1, AS ADDED BY P.L.68-2025,
 23 SECTION 84, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 24 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 1. (a) An individual is
 25 entitled to a credit against local property taxes imposed on the
 26 individual's real property, or mobile home or manufactured home
 27 within the county, if:

- 28 (1) the individual is at least sixty-five (65) years of age on or
- 29 before December 31 of the calendar year preceding the year in
- 30 which the credit is claimed;
- 31 (2) the individual has owned the real property, mobile home, or
- 32 manufactured home for at least one (1) year before claiming the
- 33 credit; or the individual has been buying the real property, mobile
- 34 home, or manufactured home under a contract that provides that
- 35 the individual is to pay the property taxes on the real property,
- 36 mobile home, or manufactured home for at least one (1) year
- 37 before claiming the credit, and the contract or a memorandum of
- 38 the contract is recorded in the county recorder's office;
- 39 (3) the individual:
 - 40 (A) owns the real property, mobile home, or manufactured
 - 41 home; or
 - 42 (B) is buying the real property, mobile home, or manufactured



- 1 home under contract;
 2 on the date the credit is claimed; ~~and~~
 3 (4) the:
- 4 (A) individual had, in the case of an individual who filed a
 5 single return, adjusted gross income (as defined in Section 62
 6 of the Internal Revenue Code) not exceeding sixty thousand
 7 dollars (\$60,000);
 - 8 (B) individual had, in the case of an individual who filed a
 9 joint income tax return with the individual's spouse, combined
 10 adjusted gross income (as defined in Section 62 of the Internal
 11 Revenue Code) not exceeding seventy thousand dollars
 12 (\$70,000); or
 - 13 (C) combined adjusted gross income (as defined in Section 62
 14 of the Internal Revenue Code) of the individual and all other
 15 individuals with whom:
 - 16 (i) the individual shares ownership; or
 - 17 (ii) the individual is purchasing the property under a
 18 contract;
- 19 as joint tenants or tenants in common did not exceed seventy
 20 thousand dollars (\$70,000);
 21 for the calendar year preceding by two (2) years the calendar year
 22 in which the property taxes are first due and payable; **and**
 23 **(5) the individual resides on the real property, mobile home,**
 24 **or manufactured home.**
- 25 (b) The amount of the credit is equal to one hundred fifty dollars
 26 (\$150).
- 27 (c) An individual may not be denied the credit provided under this
 28 section because the individual is absent from the real property, mobile
 29 home, or manufactured home while in a nursing home or hospital.
- 30 (d) For purposes of this section, if real property, a mobile home, or
 31 a manufactured home is owned by:
- 32 (1) tenants by the entirety;
 - 33 (2) joint tenants; or
 - 34 (3) tenants in common;
- 35 only one (1) credit may be allowed. However, the age requirement is
 36 satisfied if any one (1) of the tenants is at least sixty-five (65) years of
 37 age.
- 38 (e) A surviving spouse is entitled to the credit provided by this
 39 section if:
- 40 (1) the surviving spouse is at least sixty (60) years of age on or
 41 before December 31 of the calendar year preceding the year in
 42 which the credit is claimed;



- 1 (2) the surviving spouse's deceased husband or wife was at least
 2 sixty-five (65) years of age at the time of a death; and
 3 (3) the surviving spouse has not remarried.

4 (f) An individual who has sold real property to another person under
 5 a contract that provides that the contract buyer is to pay the property
 6 taxes on the real property may not claim the credit provided under this
 7 section against that real property.

8 (g) If individuals share ownership or are purchasing the property
 9 under a contract as joint tenants or tenants in common and all of the
 10 tenants are not at least sixty-five (65) years of age, the credit allowed
 11 under this section shall be reduced by an amount equal to the credit
 12 multiplied by a fraction. The numerator of the fraction is the number of
 13 tenants who are not at least sixty-five (65) years of age, and the
 14 denominator is the total number of tenants.

15 (h) An individual wishing to claim a credit under this section must
 16 file a statement, on forms prescribed by the department of local
 17 government finance, with the county auditor and provide
 18 documentation necessary to substantiate the individual's eligibility for
 19 the credit. The statement must be completed and dated on or before
 20 January 15 of the calendar year in which the property taxes are first due
 21 and payable. The statement may be filed in person or by mail. If
 22 mailed, the mailing must be postmarked on or before the last day for
 23 filing. An individual who remains eligible for the credit in the
 24 following year is not required to file a statement to apply for the credit
 25 in the following year. However, an individual who receives a credit
 26 under this section in a particular year and who becomes ineligible for
 27 the credit in the following year shall notify the auditor of the county in
 28 which the homestead is located of the individual's ineligibility not later
 29 than sixty (60) days after the individual becomes ineligible.

30 SECTION 67. IC 6-1.1-51.3-5 IS ADDED TO THE INDIANA
 31 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
 32 [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: **Sec. 5. (a) An**
 33 **individual is entitled to a credit against local property taxes**
 34 **imposed on the individual's real property, or mobile home or**
 35 **manufactured home within the county, if:**

- 36 (1) the individual served in the military or naval forces of the
 37 United States for at least ninety (90) days;
 38 (2) the individual received an honorable discharge;
 39 (3) the individual is at least sixty-two (62) years of age and has
 40 a disability of at least ten percent (10%);
 41 (4) the individual's disability is evidenced by:
 42 (A) a pension certificate or an award of compensation



- 1 issued by the United States Department of Veterans
 2 Affairs; or
 3 (B) a certificate of eligibility issued to the individual by the
 4 Indiana department of veterans' affairs after the Indiana
 5 department of veterans' affairs has determined that the
 6 individual's disability qualifies the individual to receive a
 7 credit under this section; and
 8 (5) the individual:
 9 (A) owns the real property, mobile home, or manufactured
 10 home; or
 11 (B) is buying the real property, mobile home, or
 12 manufactured home under contract;
 13 on the date the credit is claimed, and in the case of clause (B),
 14 the contract or a memorandum of the contract is recorded in
 15 the county recorder's office.
- 16 (b) The amount of the credit is equal to two hundred fifty
 17 dollars (\$250).
- 18 (c) The surviving spouse of an individual may receive the credit
 19 provided by this section if:
 20 (1) the individual satisfied the requirements of subsection
 21 (a)(1) through (a)(4) at the time of death; or
 22 (2) the individual:
 23 (A) was killed in action;
 24 (B) died while serving on active duty in the military or
 25 naval forces of the United States; or
 26 (C) died while performing inactive duty training in the
 27 military or naval forces of the United States;
 28 and the surviving spouse satisfies the requirement of subsection
 29 (a)(5) at the time the credit is claimed. The surviving spouse is
 30 entitled to the credit regardless of whether the property for which
 31 the credit is claimed was owned by the deceased veteran or the
 32 surviving spouse before the deceased veteran's death.
- 33 (d) An individual who receives the credit provided by this
 34 section may receive any other property tax credit that the
 35 individual is entitled to by law.
- 36 (e) An individual who has sold real property or a mobile home
 37 or manufactured home to another person under a contract that
 38 provides that the contract buyer is to pay the property taxes on the
 39 real property, mobile home, or manufactured home may not claim
 40 the credit provided under this section against that real property,
 41 mobile home, or manufactured home.
- 42 (f) An individual wishing to claim a credit under this section



1 must file a statement, on forms prescribed by the department of
 2 local government finance, with the county auditor and provide
 3 documentation necessary to substantiate the individual's eligibility
 4 for the credit. The statement must be completed and dated on or
 5 before January 15 of the calendar year in which the property taxes
 6 are first due and payable. The statement may be filed in person or
 7 by mail. If mailed, the mailing must be postmarked on or before
 8 the last day for filing. An individual who remains eligible for the
 9 credit in the following year is not required to file a statement to
 10 apply for the credit in the following year. However, an individual
 11 who receives a credit under this section in a particular year and
 12 who becomes ineligible for the credit in the following year shall
 13 notify the auditor of the county in which the homestead is located
 14 of the individual's ineligibility not later than sixty (60) days after
 15 the individual becomes ineligible.

16 SECTION 68. IC 6-1.1-51.3-6 IS ADDED TO THE INDIANA
 17 CODE AS A NEW SECTION TO READ AS FOLLOWS
 18 [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: **Sec. 6. (a) An**
 19 **individual is entitled to a credit against local property taxes**
 20 **imposed on the individual's real property, mobile home, or**
 21 **manufactured home within the county, if:**

- 22 (1) the individual served in the military or naval forces of the
 23 United States during any of its wars;
 24 (2) the individual received an honorable discharge;
 25 (3) the individual has a disability with a service connected
 26 disability of ten percent (10%) or more;
 27 (4) the individual's disability is evidenced by:
 28 (A) a pension certificate, an award of compensation, or a
 29 disability compensation check issued by the United States
 30 Department of Veterans Affairs; or
 31 (B) a certificate of eligibility issued to the individual by the
 32 Indiana department of veterans' affairs after the Indiana
 33 department of veterans' affairs has determined that the
 34 individual's disability qualifies the individual to receive a
 35 credit under this section; and
 36 (5) the individual:
 37 (A) owns the real property, mobile home, or manufactured
 38 home; or
 39 (B) is buying the real property, mobile home, or
 40 manufactured home under contract;
 41 on the date the credit is claimed, and in the case of clause (B),
 42 the contract or a memorandum of the contract is recorded in



- 1 the county recorder's office.
- 2 **(b) The amount of the credit is equal to three hundred fifty**
- 3 **dollars (\$350).**
- 4 **(c) The surviving spouse of an individual may receive the credit**
- 5 **provided by this section if the individual satisfied the requirements**
- 6 **of subsection (a)(1) through (a)(4) at the time of death and the**
- 7 **surviving spouse satisfies the requirement of subsection (a)(5) at**
- 8 **the time the credit is claimed. The surviving spouse is entitled to**
- 9 **the credit regardless of whether the property for which the credit**
- 10 **is claimed was owned by the deceased veteran or the surviving**
- 11 **spouse before the deceased veteran's death.**
- 12 **(d) An individual who receives the credit provided by this**
- 13 **section may receive any other property tax credit that the**
- 14 **individual is entitled to by law.**
- 15 **(e) An individual who has sold real property or a mobile home**
- 16 **or manufactured home to another person under a contract that**
- 17 **provides that the contract buyer is to pay the property taxes on the**
- 18 **real property, mobile home, or manufactured home may not claim**
- 19 **the credit provided under this section against that real property,**
- 20 **mobile home, or manufactured home.**
- 21 **(f) An individual wishing to claim a credit under this section**
- 22 **must file a statement, on forms prescribed by the department of**
- 23 **local government finance, with the county auditor and provide**
- 24 **documentation necessary to substantiate the individual's eligibility**
- 25 **for the credit. The statement must be completed and dated on or**
- 26 **before January 15 of the calendar year in which the property taxes**
- 27 **are first due and payable. The statement may be filed in person or**
- 28 **by mail. If mailed, the mailing must be postmarked on or before**
- 29 **the last day for filing. An individual who remains eligible for the**
- 30 **credit in the following year is not required to file a statement to**
- 31 **apply for the credit in the following year. However, an individual**
- 32 **who receives a credit under this section in a particular year and**
- 33 **who becomes ineligible for the credit in the following year shall**
- 34 **notify the auditor of the county in which the homestead is located**
- 35 **of the individual's ineligibility not later than sixty (60) days after**
- 36 **the individual becomes ineligible.**
- 37 **SECTION 69. IC 6-1.1-51.3-7 IS ADDED TO THE INDIANA**
- 38 **CODE AS A NEW SECTION TO READ AS FOLLOWS**
- 39 **[EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 7. A trust**
- 40 **is entitled to a credit under section 1, 2, 5, or 6 of this chapter for**
- 41 **real property owned by the trust and occupied by an individual if**
- 42 **the county auditor determines that the individual:**



1 (1) upon verification in the body of the deed or otherwise, has
2 either:

3 (A) a beneficial interest in the trust; or

4 (B) the right to occupy the real property rent free under
5 the terms of a qualified personal residence trust created by
6 the individual under United States Treasury Regulation
7 25.2702-5(c)(2); and

8 (2) otherwise qualifies for the credit.

9 SECTION 70. IC 6-2.5-5-29 IS AMENDED TO READ AS
10 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 29. (a) As used in
11 this section:

12 "Manufactured home" ~~means a manufactured home as that term is~~
13 ~~defined in 42 U.S.C. 5402(6) as that statute was adopted and in effect~~
14 ~~on January 1, 1988. has the definition set forth in IC 9-13-2-96(a).~~
15 **The term includes a mobile home (as defined in IC 9-13-2-103.2).**

16 "Industrialized residential structure" means a structure that is both
17 an industrialized building system (as defined in IC 22-12-1-14) and a
18 one (1) or two (2) family private residence.

19 (b) Sales of manufactured homes or industrialized residential
20 structures are exempt from the state gross retail tax to the extent that
21 the gross retail income from the sales is not attributable to the cost of
22 materials used in manufacturing the manufactured home or
23 industrialized residential structure.

24 (c) For purposes of this section, the part of the gross retail income
25 not attributable to the cost of materials used in manufacturing a
26 manufactured home or an industrialized residential structure is
27 thirty-five percent (35%) of the gross retail income derived from the
28 sale of the manufactured home or industrialized residential structure.

29 (d) The gross retail income derived from the sale of a preowned
30 manufactured home is exempt from the state gross retail tax.

31 SECTION 71. IC 6-3.1-38-4, AS ADDED BY P.L.203-2023,
32 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
33 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 4. (a) Subject to
34 **subsection (c) and** section 7 of this chapter, a qualified taxpayer may
35 claim a credit against the qualified taxpayer's state tax liability for a
36 qualified contribution for a qualified taxpayer with less than fifty (50)
37 employees, **if the amount provided toward the health**
38 **reimbursement arrangement is equal to or greater than the level**
39 **of benefits provided in the previous benefit year, or if the amount**
40 **the employer contributes toward the health reimbursement**
41 **arrangement equals the same amount contributed per covered**
42 **individual toward the employer provided health insurance plan**



1 **during the previous benefit year. up to four hundred dollars (\$400)**
 2 **in the first year per covered employee if the amount provided toward**
 3 **the health reimbursement arrangement is equal to or greater than either**
 4 **the level of benefits provided in the previous benefit year; or if the**
 5 **amount the employer contributes toward the health reimbursement**
 6 **arrangement equals the same amount contributed per covered**
 7 **individual toward the employer provided health insurance plan during**
 8 **the previous benefit year. The credit under this section decreases to two**
 9 **hundred dollars (\$200) per covered employee in the second year.**

10 **(b) The amount of the credit is the lesser of:**

11 **(1) the amount contributed by the employer toward the health**
 12 **reimbursement arrangement during the taxable year; or**

13 **(2) the following:**

14 **(A) For the taxable year in which the employer establishes**
 15 **the health reimbursement arrangement, four hundred**
 16 **dollars (\$400).**

17 **(B) For the taxable year that immediately follows the**
 18 **taxable year in which the employer establishes the health**
 19 **reimbursement arrangement, two hundred dollars (\$200).**

20 **(C) For a taxable year following a taxable year described**
 21 **in clause (B), zero dollars (\$0).**

22 **(c) A qualified taxpayer may not claim a credit under this**
 23 **chapter for a health reimbursement arrangement established in a**
 24 **taxable year beginning before January 1, 2024.**

25 SECTION 72. IC 6-3.1-38-4.5 IS ADDED TO THE INDIANA
 26 CODE AS A NEW SECTION TO READ AS FOLLOWS
 27 [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: **Sec. 4.5. For**
 28 **a taxable year beginning after December 31, 2025, if a pass through**
 29 **entity is entitled to a credit under section 4 of this chapter but does**
 30 **not have state tax liability against which the tax credit may be**
 31 **applied, a shareholder, partner, or member of the pass through**
 32 **entity is entitled to a tax credit equal to:**

33 **(1) the tax credit determined for the pass through entity for**
 34 **the taxable year; multiplied by**

35 **(2) the percentage of the pass through entity's distributive**
 36 **income to which the shareholder, partner, or member is**
 37 **entitled.**

38 SECTION 73. IC 6-3.1-38-7, AS ADDED BY P.L.203-2023,
 39 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 40 JANUARY 1, 2026 (RETROACTIVE)]: **Sec. 7. (a) The amount of tax**
 41 **credits granted under this chapter may not exceed ten million dollars**
 42 **(\$10,000,000) in any taxable calendar year.**



1 (b) The department shall record the time of filing of each return
 2 claiming a credit under section 6 of this chapter and shall approve the
 3 claims if they otherwise qualify for a tax credit under this chapter, in
 4 the chronological order in which the claims are filed in the ~~state fiscal~~
 5 **calendar year. The claim of a credit resulting from a pass through**
 6 **entity shall be considered to be filed when the pass through entity**
 7 **files a return for the taxable year.**

8 (c) **For purposes of calculating the amount of tax credits granted**
 9 **under this chapter in a calendar year, in the case of a taxpayer for**
 10 **whom some amount of the credit claimed must be carried over**
 11 **under section 8 of this chapter, the taxpayer is considered to have**
 12 **filed a claim for the full amount allowable to the taxpayer.**

13 ~~(e)~~ (d) The department may not approve a claim for a tax credit after
 14 the date on which the total credits approved under this section equal the
 15 maximum amount allowable in a particular ~~state fiscal~~ **calendar year.**

16 SECTION 74. IC 6-3.6-1-1.5, AS AMENDED BY P.L.68-2025,
 17 SECTION 92, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 18 JULY 1, 2028]: Sec. 1.5. (a) In counties that adopted a homestead
 19 credit under IC 6-3.5-6-13 (before its repeal January 1, 2017), the
 20 transition from the former taxes to the taxes governed under this article
 21 shall include the transition of the homestead credit under IC 6-3.5-6-13
 22 (before its repeal January 1, 2017) to a property tax relief rate under
 23 IC 6-3.6-5 (before its expiration).

24 (b) To accomplish the transition under this section, the department
 25 of local government finance shall determine the portion of the income
 26 tax rate under IC 6-3.5-6-8 (before its repeal January 1, 2017) that is
 27 attributable to the homestead credit approved under IC 6-3.5-6-13
 28 (before its repeal January 1, 2017) and shall allocate that portion of the
 29 income tax rate that is attributable to the homestead credit under
 30 IC 6-3.5-6-13 (before its repeal January 1, 2017) to the property tax
 31 relief rate under IC 6-3.6-5 (before its expiration).

32 (c) The department of local government finance shall notify each
 33 affected county of the rate that will be allocated to the property tax
 34 relief rate not later than July 1, 2016. In addition, the department of
 35 local government finance shall notify the state budget agency of the
 36 transition under this section.

37 (d) This section expires July 1, ~~2028~~ **2029**.

38 SECTION 75. IC 6-3.6-1-3, AS AMENDED BY P.L.68-2025,
 39 SECTION 93, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 40 JULY 1, 2028]: Sec. 3. (a) Except to the extent that taxes imposed in
 41 a county under or determined under:

42 (1) IC 6-3.5-1.1 (repealed);



- 1 (2) IC 6-3.5-1.5 (repealed);
 2 (3) IC 6-3.5-6 (repealed); or
 3 (4) IC 6-3.5-7 (repealed);
 4 are increased, decreased, or rescinded under this article, the total tax
 5 rate in effect in a county under the provisions described in subdivisions
 6 (1) through (4) on May 1, 2016, continue in effect after May 1, 2016,
 7 and shall be treated as taxes imposed under this article.
 8 (b) Notwithstanding subsection (a) or any other provision of this
 9 article, a property tax relief rate imposed in a county under IC 6-3.6-5
 10 (before its expiration) expires December 31, ~~2027~~: **2028**.
 11 SECTION 76. IC 6-3.6-2-2, AS AMENDED BY P.L.68-2025,
 12 SECTION 95, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 13 JANUARY 1, 2029]: Sec. 2. "Adjusted gross income" has the meaning
 14 set forth in IC 6-3-1-3.5. However:
 15 (1) in the case of a resident local taxpayer of Perry County, **or a**
 16 **resident of a municipality located in Perry County in the case**
 17 **of a local income tax imposed under IC 6-3.6-6-22**, the term
 18 does not include adjusted gross income described in IC 6-3.6-8-7;
 19 and
 20 (2) in the case of a local taxpayer described in section 13(3) of
 21 this chapter, the term includes only that part of the individual's
 22 total income that:
 23 (A) is apportioned to Indiana under IC 6-3-2-2.7 or
 24 IC 6-3-2-3.2; and
 25 (B) is paid to the individual as compensation for services
 26 rendered in the county (or municipality in the case of a local
 27 income tax imposed under IC 6-3.6-6-22) as a team member
 28 or race team member.
 29 SECTION 77. IC 6-3.6-2-7.4, AS AMENDED BY P.L.68-2025,
 30 SECTION 98, AND P.L.223-2025, SECTION 4, IS AMENDED TO
 31 READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 7.4.
 32 "County with a single voting bloc" means a county that has a local
 33 income tax council in which one (1) city that is a member of the local
 34 income tax council or one (1) town that is a member of the local
 35 income tax council is allocated more than fifty percent (50%) of the
 36 total one hundred (100) votes allocated under IC 6-3.6-3-6(d). This
 37 section expires May 31, ~~2027~~: **2028**.
 38 SECTION 78. IC 6-3.6-2-13, AS AMENDED BY P.L.68-2025,
 39 SECTION 100, IS AMENDED TO READ AS FOLLOWS
 40 [EFFECTIVE JANUARY 1, 2029]: Sec. 13. "Local taxpayer" means
 41 any of the following:
 42 (1) As it relates to a particular county (or municipality in the case



1 of a local income tax imposed under IC 6-3.6-6-22), an individual
 2 who resides in that county (or municipality in the case of a local
 3 income tax imposed under IC 6-3.6-6-22) on the date specified in
 4 IC 6-3.6-8-3.

5 (2) As it relates to a particular county, **and except for an**
 6 **individual described in subdivision (3)**, an individual who
 7 maintains the taxpayer's principal place of business or
 8 employment in that county on the date specified in IC 6-3.6-8-3
 9 and who does not reside on that same date in another county in
 10 Indiana in which a tax under this article is in effect. However, for
 11 purposes of a local income tax imposed **by a county under**
 12 **IC 6-3.6-6-2(b)(4) or imposed** by a municipality under
 13 IC 6-3.6-6-22, the term does not include an individual described
 14 in this subdivision.

15 (3) As it relates to a particular county **(or municipality in the**
 16 **case of a local income tax imposed under IC 6-3.6-6-22)**, **and**
 17 **only for purposes of a rate imposed by a county under**
 18 **6-3.6-6-2(b)(3)**; the term includes an individual who:

19 (A) has income apportioned to Indiana as:

20 (i) a team member under IC 6-3-2-2.7; or

21 (ii) a race team member under IC 6-3-2-3.2;

22 for services rendered in the county **(or municipality in the**
 23 **case of a local income tax imposed under IC 6-3.6-6-22)**;
 24 and

25 (B) is not described in subdivision (1). ~~or (2)~~.

26 SECTION 79. IC 6-3.6-2-15, AS AMENDED BY P.L.68-2025,
 27 SECTION 101, IS AMENDED TO READ AS FOLLOWS
 28 [EFFECTIVE JANUARY 1, 2029]: Sec. 15. "Resident local taxpayer",
 29 as it relates to a particular county (or municipality in the case of a local
 30 income tax imposed under IC 6-3.6-6-22), means any local taxpayer
 31 who resides in that county (or municipality in the case of a local
 32 income tax imposed under IC 6-3.6-6-22) on the date specified in
 33 IC 6-3.6-8-3. **For purposes of a local income tax rate imposed by a**
 34 **county under IC 6-3.6-6-2(b)(4), the term means an individual who**
 35 **resides in the part of the county for which the county may impose**
 36 **a rate under IC 6-3.6-6-2(b)(4) on the date specified in IC 6-3.6-8-3.**

37 SECTION 80. IC 6-3.6-2-16.5 IS ADDED TO THE INDIANA
 38 CODE AS A NEW SECTION TO READ AS FOLLOWS
 39 [EFFECTIVE JULY 1, 2026]: Sec. 16.5. "State GIS officer" has the
 40 meaning set forth in IC 4-23-7.3-10.

41 SECTION 81. IC 6-3.6-3-2, AS AMENDED BY P.L.159-2020,
 42 SECTION 54, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE



1 JULY 1, 2026]: Sec. 2. (a) An adopting body or, if authorized by this
 2 article, another governmental entity that is not an adopting body, may
 3 take an action under this article only by ordinance, unless this article
 4 permits the action to be taken by resolution.

5 (b) The department of local government finance, in consultation
 6 with the department of state revenue, may make electronically available
 7 uniform notices, ordinances, and resolutions that an adopting body or
 8 other governmental entity may use to take an action under this article.
 9 ~~An adopting body or other governmental entity may submit a proposed~~
 10 ~~notice, ordinance, or resolution to the department of local government~~
 11 ~~finance for review not later than thirty (30) days prior to the date that~~
 12 ~~the adopting body or governing body intends to submit the notice,~~
 13 ~~adopting ordinance or resolution, and vote results on an ordinance or~~
 14 ~~resolution under subsection (d): If the adopting body or other~~
 15 ~~governmental entity wishes to submit the proposed notice, ordinance,~~
 16 ~~or resolution to the department of local government finance for review,~~
 17 ~~the adopting body or other governmental entity shall submit the~~
 18 ~~proposed notice, ordinance, or resolution to the department of local~~
 19 ~~government finance on the prescribed forms. The department of local~~
 20 ~~government finance shall provide to the submitting entity a~~
 21 ~~determination of the appropriateness of the proposed notice, ordinance,~~
 22 ~~or resolution, including recommended modifications, within thirty (30)~~
 23 ~~days of receiving the proposed notice, ordinance, or resolution.~~

24 (c) An ordinance or resolution adopted under this article must
 25 comply with the notice and hearing requirements set forth in IC 5-3-1.

26 (d) The department of local government finance shall prescribe the
 27 procedures to be used by the adopting body or governmental entity for
 28 submitting to the department the notice, the adopting ordinance or
 29 resolution, and the vote results on an ordinance or resolution. The
 30 department of local government finance shall notify the submitting
 31 entity within thirty (30) days after submission whether the department
 32 has received the necessary information required by the department. A
 33 final action taken by an adopting body or governmental entity under
 34 this article to impose a new tax or amend an existing tax is not effective
 35 until the department of local government finance notifies the adopting
 36 body or governmental entity that it has received the required
 37 information from the submitting entity.

38 (e) **Not later than July 1 of each calendar year, the county**
 39 **auditor shall certify to the department of local government finance**
 40 **and to the state GIS officer which taxing units comprise each**
 41 **taxing district in the county.**

42 SECTION 82. IC 6-3.6-3-2.5 IS ADDED TO THE INDIANA



1 CODE AS A NEW SECTION TO READ AS FOLLOWS
 2 [EFFECTIVE JULY 1, 2027]: Sec. 2.5. (a) As used in this section,
 3 "debt service obligations" refers to:

4 (1) the principal and interest payable during a calendar year
 5 on bonds;

6 (2) lease rental payments payable during a calendar year on
 7 leases; and

8 (3) any amount required under an agreement for bonds or
 9 leases to be deposited in a sinking fund or other reserve
 10 during a calendar year;

11 of a county, city, or town payable from local income taxes.

12 (b) Before August 1 of each calendar year, the fiscal officer of
 13 each county, city, and town shall provide the department of local
 14 government finance with the total amount of the county's, city's, or
 15 town's debt service obligations payable from local income tax
 16 revenues that will be due in the ensuing calendar year and, upon
 17 request by the department of local governing finance, any
 18 additional ensuing calendar years.

19 (c) The department of local government finance shall annually
 20 determine whether each county, city, or town with debt service
 21 obligations due in the ensuing year has timely submitted to the
 22 department of local government finance the information required
 23 under this section.

24 SECTION 83. IC 6-3.6-3-3, AS AMENDED BY P.L.68-2025,
 25 SECTION 103, IS AMENDED TO READ AS FOLLOWS
 26 [EFFECTIVE JULY 1, 2028]: Sec. 3. (a) Except as provided in
 27 subsection (f), an ordinance adopted by a county under this article takes
 28 effect as provided in this section.

29 (b) An ordinance that adopts, increases, decreases, or rescinds a tax
 30 or a tax rate takes effect as follows:

31 (1) An ordinance adopted on or before October 1 of a calendar
 32 year shall take effect on January 1 of the calendar year that
 33 immediately succeeds the year in which the ordinance is adopted.

34 (2) An ordinance adopted after October 1 of a calendar year shall
 35 take effect on January 1 of the second succeeding calendar year
 36 following the year the ordinance is adopted.

37 However, an ordinance adopted to impose a tax rate under
 38 IC 6-3.6-6-2(b)(3) or IC 6-3.6-6-2(b)(4) must be adopted on or before
 39 October 1 of a calendar year.

40 (c) An ordinance that grants, increases, decreases, rescinds, or
 41 changes a credit against the property tax liability of a taxpayer under
 42 IC 6-3.6-5 (before its expiration) takes effect as follows:



1 (1) An ordinance adopted after December 31 of the immediately
2 preceding year and before November 2 of the current year takes
3 effect on January 1 of, and applies to property taxes first due and
4 payable in, the year immediately following the year in which the
5 ordinance is adopted.

6 (2) An ordinance adopted after November 1 of the current year
7 and before January 1 of the immediately succeeding year takes
8 effect on January 1 of, and applies to property taxes first due and
9 payable in, the year that follows the current year by two (2) years.

10 This subsection expires December 31, ~~2027~~: **2028**.

11 (d) An ordinance that grants, increases, decreases, rescinds, or
12 changes a distribution or allocation of taxes takes effect as follows:

13 (1) An ordinance adopted on or before October 1 of a calendar
14 year shall take effect on January 1 of the calendar year that
15 immediately succeeds the year in which the ordinance is adopted.

16 (2) An ordinance adopted after October 1 of a calendar year shall
17 take effect on January 1 of the second succeeding calendar year
18 following the year the ordinance is adopted.

19 (e) An ordinance not described in subsections (b) through (d) takes
20 effect as provided under IC 36 for other ordinances of the
21 governmental entity adopting the ordinance.

22 (f) An ordinance described in section 7(e) or 7.5(e) of this chapter
23 that changes a tax rate or changes the allocation of revenue received
24 from a tax rate does not take effect as provided under this section if the
25 county adopting body fails to meet the required deadlines for notice
26 described in section 7(e) or 7.5(e) of this chapter. If an ordinance does
27 not take effect, the tax rate or allocation, as applicable, that is subject
28 to the proposed change in the ordinance shall be the lesser of the:

29 (1) applicable distribution schedule for the certified distribution
30 for the upcoming calendar year; or

31 (2) applicable distribution schedule for the certified distribution
32 for the current calendar year;

33 unless, or until, a subsequent ordinance is adopted and the required
34 deadlines for notice described in section 7(e) or 7.5(e) of this chapter
35 are met. This subsection expires January 1, 2025.

36 SECTION 84. IC 6-3.6-3-4, AS AMENDED BY P.L.68-2025,
37 SECTION 105, IS AMENDED TO READ AS FOLLOWS
38 [EFFECTIVE JULY 1, 2028]: Sec. 4. (a) Except for a tax rate that has
39 an expiration date, and except as provided in section 3(f) of this chapter
40 (before its expiration), a tax rate remains in effect until the effective
41 date of an ordinance that increases, decreases, or rescinds that tax rate.

42 (b) A tax rate may not be changed more than once each year under



- 1 this article.
- 2 (c) A local income tax expenditure tax rate that is imposed in a
 3 county under IC 6-3.6-6 continues in effect after December 31, ~~2027,~~
 4 **2028**, only if the adopting body adopts an ordinance to renew the
 5 expenditure tax rate beginning January 1, ~~2028.~~ **2029. However, if**
 6 **there are bonds or leases outstanding that are payable from a tax**
 7 **imposed under IC 6-3.6-6, the expenditure tax rate for the county**
 8 **beginning January 1, 2028, under IC 6-3.6-2(b)(1) shall be at**
 9 **least the minimum tax rate necessary to produce one and**
 10 **twenty-five hundredths (1.25) times the sum of the:**
- 11 (1) highest annual outstanding debt service;
 - 12 (2) highest annual lease payments; and
 - 13 (3) any amount required under the agreements for the bonds
 - 14 or leases to be deposited in a sinking fund or other reserve;
- 15 **but only until the maturity date of those debt obligations.** An
 16 ordinance under this subsection must be adopted by the adopting body
 17 on or before October 1, ~~2027,~~ **2028**, as set forth in section 3(b)(1) of
 18 this chapter. However, this subsection shall not be construed to prohibit
 19 an adopting body that fails to adopt an ordinance to continue an
 20 expenditure tax rate after December 31, ~~2027,~~ **2028**, from adopting an
 21 ordinance under this article to impose, renew, or modify an expenditure
 22 tax rate under IC 6-3.6-6 beginning January 1, ~~2029;~~ **2030**, or any year
 23 thereafter.
- 24 SECTION 85. IC 6-3.6-3-5, AS AMENDED BY P.L.223-2025,
 25 SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 26 UPON PASSAGE]: Sec. 5. (a) The auditor of a county shall record all
 27 votes taken on ordinances presented for a vote under this article and
 28 not more than ten (10) days after the vote, send a certified copy of the
 29 results to:
- 30 (1) the commissioner of the department of state revenue; and
 - 31 (2) the commissioner of the department of local government
 - 32 finance;
- 33 in an electronic format approved by the commissioner of the
 34 department of local government finance.
- 35 (b) Except as provided in subsection (c), this subsection applies only
 36 to a county that has a local income tax council. The county auditor may
 37 cease sending certified copies after the county auditor sends a certified
 38 copy of results showing that members of the local income tax council
 39 have cast a majority of the votes on the local income tax council for or
 40 against the proposed ordinance.
- 41 (c) This subsection applies only to a county with a single voting bloc
 42 that proposes to increase (but not decrease) a tax rate in the county. The



1 county auditor may cease sending certified copies of the votes on the
 2 local income tax council voting as a whole under section 9.5 of this
 3 chapter after the county auditor sends a certified copy of results
 4 showing that the individuals who sit on the fiscal bodies of the county,
 5 cities, and towns that are members of the local income tax council have
 6 cast a majority of the votes on the local income tax council voting as a
 7 whole under section 9.5 of this chapter for or against the proposed
 8 ordinance. This subsection expires May 31, ~~2027~~. **2028**.

9 SECTION 86. IC 6-3.6-3-5, AS AMENDED BY P.L.223-2025,
 10 SECTION 5, AND AS AMENDED BY P.L.68-2025, SECTION 106,
 11 AND AS AMENDED BY THE TECHNICAL CORRECTIONS BILL
 12 OF THE 2026 GENERAL ASSEMBLY, IS CORRECTED AND
 13 AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]:
 14 Sec. 5. ~~(a)~~ The auditor of a county *(or the fiscal officer of a*
 15 *municipality in the case of a local income tax imposed under*
 16 *IC 6-3.6-6-22)* shall record all votes taken on ordinances presented for
 17 a vote under this article and not more than ten (10) days after the vote,
 18 send a certified copy of the results to:

- 19 (1) the commissioner of the department of state revenue; and
- 20 (2) the commissioner of the department of local government
 21 finance;

22 in an electronic format approved by the commissioner of the
 23 department of local government finance.

24 *(b) Except as provided in subsection (c), this subsection applies*
 25 *only to a county that has a local income tax council. The county*
 26 *auditor may cease sending certified copies after the county auditor*
 27 *sends a certified copy of results showing that members of the local*
 28 *income tax council have cast a majority of the votes on the local*
 29 *income tax council for or against the proposed ordinance.*

30 *(c) This subsection applies only to a county with a single voting*
 31 *bloc that proposes to increase (but not decrease) a tax rate in the*
 32 *county. The county auditor may cease sending certified copies of the*
 33 *votes on the local income tax council voting as a whole under section*
 34 *9.5 of this chapter after the county auditor sends a certified copy of*
 35 *results showing that the individuals who sit on the fiscal bodies of the*
 36 *county, cities, and towns that are members of the local income tax*
 37 *council have cast a majority of the votes on the local income tax*
 38 *council voting as a whole under section 9.5 of this chapter for or*
 39 *against the proposed ordinance. This subsection expires May 31, 2028.*

40 SECTION 87. IC 6-3.6-3-6, AS AMENDED BY P.L.223-2025,
 41 SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 42 UPON PASSAGE]: Sec. 6. (a) This section applies to a county in



1 which the county adopting body is a local income tax council.

2 (b) In the case of a city or town that lies within more than one (1)
3 county, the county auditor of each county shall base the allocations
4 required by subsections (d) and (e) on the population of that part of the
5 city or town that lies within the county for which the allocations are
6 being made.

7 (c) Each local income tax council has a total of one hundred (100)
8 votes.

9 (d) Each county, city, or town that is a member of a local income tax
10 council is allocated a percentage of the total one hundred (100) votes
11 that may be cast. The percentage that a city or town is allocated for a
12 year equals the same percentage that the population of the city or town
13 bears to the population of the county. The percentage that the county
14 is allocated for a year equals the same percentage that the population
15 of all areas in the county not located in a city or town bears to the
16 population of the county.

17 (e) This subsection applies only to a county with a single voting
18 bloc. Each individual who sits on the fiscal body of a county, city, or
19 town that is a member of the local income tax council is allocated for
20 a year the number of votes equal to the total number of votes allocated
21 to the particular county, city, or town under subsection (d) divided by
22 the number of members on the fiscal body of the county, city, or town.
23 This subsection expires May 31, ~~2027~~. **2028**.

24 (f) On or before January 1 of each year, the county auditor shall
25 certify to each member of the local income tax council the number of
26 votes, rounded to the nearest one hundredth (0.01), each member has
27 for that year.

28 (g) This subsection applies only to a county with a single voting
29 bloc. On or before January 1 of each year, in addition to the
30 certification to each member of the local income tax council under
31 subsection (f), the county auditor shall certify to each individual who
32 sits on the fiscal body of each county, city, or town that is a member of
33 the local income tax council the number of votes, rounded to the
34 nearest one hundredth (0.01), each individual has under subsection (e)
35 for that year. This subsection expires May 31, ~~2027~~. **2028**.

36 SECTION 88. IC 6-3.6-3-8, AS AMENDED BY P.L.223-2025,
37 SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
38 UPON PASSAGE]: Sec. 8. (a) This section applies to a county in
39 which the county adopting body is a local income tax council.

40 (b) Except as provided in subsection (e), any member of a local
41 income tax council may present an ordinance for passage. To do so, the
42 member must adopt a resolution to propose the ordinance to the local



1 income tax council and distribute a copy of the proposed ordinance to
 2 the county auditor. The county auditor shall treat any proposed
 3 ordinance distributed to the auditor under this section as a casting of all
 4 that member's votes in favor of the proposed ordinance.

5 (c) Except as provided in subsection (f), the county auditor shall
 6 deliver copies of a proposed ordinance the auditor receives to all
 7 members of the local income tax council within ten (10) days after
 8 receipt. Subject to subsection (d), once a member receives a proposed
 9 ordinance from the county auditor, the member shall vote on it within
 10 thirty (30) days after receipt.

11 (d) Except as provided in subsection (h), if, before the elapse of
 12 thirty (30) days after receipt of a proposed ordinance, the county
 13 auditor notifies the member that the members of the local income tax
 14 council have cast a majority of the votes on the local income tax
 15 council for or against the proposed ordinance the member need not
 16 vote on the proposed ordinance.

17 (e) This subsection applies only to a county with a single voting bloc
 18 that proposes to increase (but not decrease) a tax rate in the county. The
 19 fiscal body of any county, city, or town that is a member of a local
 20 income tax council may adopt a resolution to propose an ordinance to
 21 increase a tax rate in the county to be voted on by the local income tax
 22 council as a whole as required under section 9.5 of this chapter and
 23 distribute a copy of the proposed ordinance to the county auditor. The
 24 county auditor shall treat the vote tally on the resolution adopted under
 25 this subsection for each individual who is a member of the fiscal body
 26 of the county, city, or town as the voting record for that individual
 27 either for or against the ordinance being proposed for consideration by
 28 the local income tax council as a whole under section 9.5 of this
 29 chapter. This subsection expires May 31, ~~2027~~. **2028.**

30 (f) This subsection applies only to a county with a single voting bloc
 31 that proposes to increase (but not decrease) a tax rate in the county. The
 32 county auditor shall deliver copies of a proposed ordinance the auditor
 33 receives under subsection (e) to the fiscal officers of all members of the
 34 local income tax council (other than the member proposing the
 35 ordinance under subsection (e)) within ten (10) days after receipt.
 36 Subject to subsection (h), once a member receives a proposed
 37 ordinance from the county auditor, the member shall vote on it within
 38 thirty (30) days after receipt. This subsection expires May 31, ~~2027~~.
 39 **2028.**

40 (g) This subsection applies only to a county with a single voting
 41 bloc that proposes to increase (but not decrease) a tax rate in the
 42 county. The fiscal body of each county, city, or town voting on a



1 resolution to propose an ordinance under subsection (e), or voting on
 2 a proposed ordinance being considered by the local income tax council
 3 as a whole under section 9.5 of this chapter, must take a roll call vote
 4 on the resolution or the proposed ordinance. If an individual who sits
 5 on the fiscal body is absent from the meeting in which a vote is taken
 6 or abstains from voting on the resolution or proposed ordinance, the
 7 fiscal officer of the county, city, or town shall nevertheless consider
 8 that individual's vote as a "no" vote against the resolution or the
 9 proposed ordinance being considered, whichever is applicable, for
 10 purposes of the vote tally under this section and shall note on the vote
 11 tally that the individual's "no" vote is due to absence or abstention. The
 12 fiscal body of each county, city, or town shall certify the roll call vote
 13 on a resolution or a proposed ordinance, either for or against, to the
 14 county auditor as set forth under this chapter. This subsection expires
 15 May 31, ~~2027~~. **2028**.

16 (h) This subsection applies only to a county with a single voting
 17 bloc that proposes to increase (but not decrease) a tax rate in the
 18 county. If, before the elapse of thirty (30) days after receipt of a
 19 proposed ordinance under subsection (e), the county auditor notifies
 20 the member that the individuals who sit on the fiscal bodies of the
 21 county, cities, and towns that are members of the local income tax
 22 council have cast a majority of the votes on the local income tax
 23 council for or against a proposed ordinance voting as a whole under
 24 section 9.5 of this chapter, the member need not vote on the proposed
 25 ordinance under subsection (e). This subsection expires May 31, ~~2027~~.
 26 **2028**.

27 SECTION 89. IC 6-3.6-3-9.5, AS AMENDED BY P.L.68-2025,
 28 SECTION 111, AND P.L.223-2025, SECTION 8, IS AMENDED TO
 29 READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 9.5. (a)
 30 This section applies to a county:

- 31 (1) in which the county adopting body is a local income tax
 32 council;
- 33 (2) that is a county with a single voting bloc; and
- 34 (3) that proposes to increase a tax rate in the county.

35 However, the provisions under section 9 of this chapter shall apply to
 36 a county described in subdivisions (1) and (2) that proposes to decrease
 37 a tax rate in the county.

38 (b) A local income tax council described in subsection (a) must vote
 39 as a whole to exercise its authority to increase a tax rate under this
 40 article.

41 (c) A resolution passed by the fiscal body of a county, city, or town
 42 that is a member of the local income tax council exercises the vote of



1 each individual who sits on the fiscal body of the county, city, or town
 2 on the proposed ordinance, and the individual's vote may not be
 3 changed during the year.

4 (d) This section expires May 31, ~~2027~~. **2028**.

5 SECTION 90. IC 6-3.6-3-12 IS ADDED TO THE INDIANA CODE
 6 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
 7 1, 2028]: **Sec. 12. (a) This section applies to an ordinance adopted
 8 under this article after June 30, 2028.**

9 (b) **This subsection applies only to an ordinance adopted
 10 between January 1 and August 2 of a calendar year or October 2
 11 and December 31 of a calendar year. If an adopting body adopts an
 12 ordinance to impose a local income tax under:**

13 (1) IC 6-3.6-2(b)(1) through IC 6-3.6-2(b)(4);

14 (2) IC 6-3.6-22; or

15 (3) IC 6-3.6-7;

16 **that exceeds the applicable maximum tax rate or applicable
 17 maximum aggregate tax rate allowable pursuant to IC 6-3.6-2,
 18 IC 6-3.6-22, or IC 6-3.6-7, the department of local government
 19 finance shall notify the adopting body and county fiscal officer or
 20 municipal fiscal officer, as applicable, not later than thirty (30)
 21 days after the adopting body submits the ordinance and
 22 information required under IC 6-3.6-2 that one (1) or more tax
 23 rates exceed the maximum allowable tax rate.**

24 (c) **This subsection applies only to an ordinance adopted
 25 between January 1 and August 2 of a calendar year or October 2
 26 and December 31 of a calendar year. Not later than thirty (30) days
 27 after receiving a notification under subsection (b) from the
 28 department of local government finance, the adopting body may
 29 adopt an ordinance correcting the applicable tax rate or tax rates.
 30 The following apply to an ordinance adopted under this subsection:**

31 (1) **Any statutory requirements for an ordinance that
 32 otherwise apply to an ordinance adopted under this article to
 33 impose a local income tax rate also apply to an ordinance
 34 adopted under this subsection.**

35 (2) **If the tax rate or tax rates adopted in an ordinance
 36 adopted under this subsection still exceed a maximum
 37 allowable tax rate or maximum allowable aggregate tax rate,
 38 the ordinance adopted under this subsection shall be
 39 considered void and treated as if the adopting body did not
 40 adopt any additional ordinance under this subsection.**

41 (3) **An ordinance adopted under this subsection has the same
 42 effective date as the initial ordinance described in subsection**



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(b).
(d) If an adopting body adopts an ordinance between August 3 and October 1 of a calendar year to impose a local income tax that exceeds a maximum allowable tax rate or rates, fails to adopt an ordinance correcting the applicable tax rate or tax rates under subsection (c), or, the ordinance is described in subsection (c)(2), the tax rate or rates will be reduced according to the following:

(1) If a tax rate or tax rates imposed pursuant to IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4), IC 6-3.6-6-22, or IC 6-3.6-7 exceed the maximum allowable rate specified in IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4), IC 6-3.6-6-22, or IC 6-3.6-7, the tax rate or tax rates that exceed the maximum allowable rate shall be reduced to the maximum allowable rate without further action by the adopting body.

(2) If the aggregate tax rates imposed pursuant to IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(3) exceed the maximum allowable aggregate rate in IC 6-3.6-6-2(c), the tax rates shall be reduced without any further action by the adopting body according to the following:

(A) Any portion of the aggregate tax rate that exceeds the maximum allowable rate shall first be applied by reducing the tax rate imposed under IC 6-3.6-6-2(b)(1), but may not reduce the rate below the tax rate otherwise required under this article.

(B) Any remaining portion of the aggregate tax rate that exceeds the maximum allowable rate after the reduction in clause (A) shall be applied to reduce the tax rates imposed under IC 6-3.6-6-2(b)(2) and IC 6-3.6-6-2(b)(3) in proportion to the total rates imposed under IC 6-3.6-6-2(b)(2) and IC 6-3.6-6-2(b)(3).

(3) If the tax rate or rates exceed both the maximum allowable rate specified in IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(3) and the maximum allowable aggregate tax rate in IC 6-3.6-6-2(c), the tax rates shall first be reduced in the manner set forth in subdivision (1) before application of the reduction manner set forth in subdivision (2).

(4) Any tax rate reduction under this subsection has the same effective date as the initial ordinance described in subsection (b).

SECTION 91. IC 6-3.6-5-7, AS ADDED BY P.L.68-2025, SECTION 116, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 7. This chapter expires December



1 31, 2027: 2028.

2 SECTION 92. IC 6-3.6-6-2, AS AMENDED BY P.L.68-2025,
3 SECTION 118, IS AMENDED TO READ AS FOLLOWS
4 [EFFECTIVE JULY 1, 2028]: Sec. 2. (a) This section applies to all
5 counties.

6 (b) The adopting body may by ordinance and subject to subsections
7 (c) through (e) impose one (1) or more of the following component
8 rates not to exceed a total expenditure tax rate under this chapter of two
9 and nine-tenths percent (2.9%) on the adjusted gross income of
10 taxpayers who reside in the county, **or, in the case of a team member**
11 **or race team member described in IC 6-3.6-2-13(3), on the adjusted**
12 **gross income earned as a team member or race team member in**
13 **the county:**

14 (1) A tax rate not to exceed one and two-tenths percent (1.2%) for
15 general purpose revenue for county services (as provided in
16 section 4 of this chapter), subject to subsection (c).

17 (2) A tax rate not to exceed four-tenths of one percent (0.4%) for
18 providers of fire protection ~~and~~ **or** emergency medical services
19 located within the county (as provided in section 4.3 of this
20 chapter), subject to subsection (c).

21 (3) A tax rate not to exceed two-tenths of one percent (0.2%) for
22 general purpose revenue for distribution to nonmunicipal civil
23 taxing units (excluding fire protection districts) located within the
24 county (as provided in section 4.5 of this chapter), subject to
25 subsection (c).

26 (4) A tax rate not to exceed one and two-tenths percent (1.2%) for
27 general purpose revenue for municipal services for distribution to
28 municipalities located within the county that are not eligible to
29 adopt a municipal tax rate under section 22 of this chapter. ~~or that~~
30 ~~have made an election under section 23(b)(3) of this chapter to be~~
31 ~~treated as such.~~ **The adopting body shall identify in the**
32 **ordinance each taxing district in which the tax rate under this**
33 **subdivision is imposed.**

34 (c) The combined component rates imposed by an adopting body
35 under subsection (b)(1) through (b)(3) shall not exceed one and
36 seven-tenths percent (1.7%).

37 (d) A tax rate adopted under subsection (b)(4) may only be imposed
38 on taxpayers who do not reside in a municipality that is eligible to
39 adopt a municipal tax rate under section 22 of this chapter. **In the case**
40 **of a team member or race team member described in**
41 **IC 6-3.6-2-13(3), a tax rate adopted under subsection (b)(4) may**
42 **only be imposed on services performed as a team member or race**



1 **team member at a location if the county could impose the tax rate**
2 **on an individual residing at that location.**

3 (e) ~~Beginning after December 31, 2030~~; A tax rate imposed under
4 subsection (b) ~~shall expire~~ **expires** on December 31, **2032, and on**
5 **December 31** of each calendar year **thereafter**. An adopting body
6 wishing to continue, increase, or decrease a tax rate ~~in~~ **for** the
7 succeeding year must pass an ordinance to readopt a tax rate in
8 accordance with IC 6-3.6-3-3. This subsection applies regardless of
9 whether there is a modification in the tax rate or the component rates
10 or the rates are unchanged from the previous year.

11 (f) **Notwithstanding subsection (e) or any other provision of this**
12 **article, if there are bonds, leases, or other obligations payable from**
13 **a tax imposed under subsection (b)(1) or (b)(4), the expenditure tax**
14 **rate for the county under subsection (b)(1) or (b)(4) for a calendar**
15 **year shall be the minimum tax rate necessary to produce one and**
16 **twenty-five hundredths (1.25) times the sum of the:**

- 17 (1) **highest annual outstanding debt service;**
- 18 (2) **highest annual lease payments; and**
- 19 (3) **any amount required under the agreements for the bonds**
20 **or leases to be deposited in a sinking fund or other reserve;**
21 **for the calendar year payable from the applicable component rate.**

22 SECTION 93. IC 6-3.6-6-3, AS AMENDED BY P.L.137-2024,
23 SECTION 9, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
24 JULY 1, 2026]: Sec. 3. (a) Revenue raised from a tax imposed under
25 this chapter shall be treated as follows:

- 26 (1) To make the following distributions:
 - 27 (A) If an ordinance described in section 2.5 of this chapter is
28 in effect in a county, to make a distribution to the county equal
29 to the amount of revenue generated by the rate imposed under
30 section 2.5 of this chapter.
 - 31 (B) If an ordinance described in section 2.6 of this chapter is
32 in effect in a county, to make a distribution to the county equal
33 to the amount of revenue generated by the rate imposed under
34 section 2.6 of this chapter.
 - 35 (C) If an ordinance described in section 2.7 of this chapter is
36 in effect in a county, to make a distribution to the county equal
37 to the amount of revenue generated by the rate imposed under
38 section 2.7 of this chapter.
 - 39 (D) If an ordinance described in section 2.8 of this chapter is
40 in effect in a county, to make a distribution to the county equal
41 to the amount of revenue generated by the rate imposed under
42 section 2.8 of this chapter.



- 1 **(E) If an ordinance described in section 2.9 of this chapter**
 2 **(before its repeal) is in effect in a county, to make a**
 3 **distribution to the county equal to the amount of revenue**
 4 **generated by the rate imposed under section 2.9 of this**
 5 **chapter.**
- 6 **(F) If an ordinance described in section 3.1 of this chapter**
 7 **(before its expiration) is in effect in a county, to make a**
 8 **distribution to the county equal to the amount of revenue**
 9 **generated by the rate imposed under section 3.1 of this**
 10 **chapter.**
- 11 (2) After making the distributions described in subdivision (1), if
 12 any, to make distributions to school corporations and civil taxing
 13 units in counties that formerly imposed a tax under IC 6-3.5-1.1
 14 (repealed). The revenue categorized from the next twenty-five
 15 hundredths percent (0.25%) of the rate for a former tax adopted
 16 under IC 6-3.5-1.1 (repealed) shall be allocated to school
 17 corporations and civil taxing units. The amount of the allocation
 18 to a school corporation or civil taxing unit shall be determined
 19 using the allocation amounts for civil taxing units and school
 20 corporations in the county.
- 21 (3) After making the distributions described in subdivisions (1)
 22 and (2), the remaining revenue shall be treated as additional
 23 revenue (referred to as "additional revenue" in this chapter).
 24 Additional revenue may not be considered by the department of
 25 local government finance in determining:
- 26 (A) any taxing unit's maximum permissible property tax levy
 27 limit under IC 6-1.1-18.5; or
- 28 (B) the approved property tax rate for any fund.
- 29 (b) In the case of a civil taxing unit that has pledged the tax from
 30 additional revenue for the payment of bonds, leases, or other
 31 obligations as reported by the civil taxing unit under IC 5-1-18, the
 32 adopting body may not, under section 4 of this chapter, reduce the
 33 proportional allocation of the additional revenue that was allocated in
 34 the preceding year if the reduction for that year would result in an
 35 amount less than the amount necessary for the payment of bonds,
 36 leases, or other obligations payable or required to be deposited in a
 37 sinking fund or other reserve in that year for the bonds, leases, or other
 38 obligations for which the tax from additional revenue has been pledged.
 39 To inform an adopting body with regard to allocations that affect the
 40 payment of bonds, leases, or other obligations, a taxing unit may
 41 provide the adopting body with information regarding any outstanding
 42 bonds, leases, or other obligations that are secured by additional



1 revenue. The information must be provided before the date of the
2 public hearing at which the adopting body may change the allocation
3 of additional revenue under section 4 of this chapter.

4 SECTION 94. IC 6-3.6-6-3.1, AS ADDED BY P.L.68-2025,
5 SECTION 125, IS AMENDED TO READ AS FOLLOWS
6 [EFFECTIVE JULY 1, 2025 (RETROACTIVE)]: Sec. 3.1. (a) As used
7 in this section, "homestead" has the meaning set forth in
8 IC 6-1.1-12-37.

9 (b) A county fiscal body may adopt an ordinance to impose a tax
10 rate for the purpose of funding property tax homestead credits to reduce
11 the property tax liability of taxpayers who own homesteads that are:

- 12 (1) located in the county; and
- 13 (2) eligible for a credit under IC 6-1.1-20.6-7.5 that limits the
14 taxpayer's property tax liability for the property to one percent
15 (1%).

16 Revenue collected from a tax rate imposed under this section may only
17 be used to fund replacement of the county's property tax levy. Property
18 taxes imposed due to a referendum in which a majority of the voters in
19 the taxing unit imposing the property taxes approved the property taxes
20 are not eligible for a credit under this section.

21 (c) The tax rate must be in increments of one-hundredth of one
22 percent (0.01%) and may not exceed three-tenths of one percent
23 (0.3%).

24 (d) A tax imposed under this section shall be treated as property
25 taxes for all purposes. However, the department of local government
26 finance may not reduce:

- 27 (1) any taxing unit's maximum permissible property tax levy limit
28 under IC 6-1.1-18.5; or
- 29 (2) the approved property tax levy or rate for any fund;

30 by the amount of any credits granted under this chapter.

31 (e) The homestead credits shall be applied to the net property taxes
32 due on the homestead after the application of any credit granted under
33 IC 6-1.1, including any credit granted under IC 6-1.1-20.4 and
34 IC 6-1.1-20.6.

35 (f) The property tax credits must be applied uniformly to provide a
36 homestead credit for homesteads in the county.

37 (g) The county auditor shall allocate the amount of revenue applied
38 as tax credits under this section to the taxing units that imposed the
39 eligible property taxes against which the credits are applied.

40 (h) The department of local government finance shall assist county
41 fiscal bodies and county auditors in calculating credit percentages and
42 amounts.



1 (i) Notwithstanding any provision to the contrary in this chapter, a
 2 tax imposed under this section:

3 (1) may be imposed on the adjusted gross income of taxpayers
 4 before January 1, ~~2028~~; **2029**; and

5 (2) terminates and may not be imposed on the adjusted gross
 6 income of taxpayers after December 31, ~~2027~~; **2028**.

7 (j) This section expires January 1, ~~2028~~; **2029**.

8 SECTION 95. IC 6-3.6-6-4, AS AMENDED BY P.L.68-2025,
 9 SECTION 126, IS AMENDED TO READ AS FOLLOWS
 10 [EFFECTIVE JULY 1, 2028]: Sec. 4. (a) General purpose revenue
 11 raised from a tax rate under section 2(b)(1) of this chapter must be
 12 distributed directly to the county. The money may be used by the
 13 county fiscal body for any of the purposes of the county, including for:

- 14 (1) public safety, including funding for a PSAP;
- 15 (2) economic development purposes described in IC 6-3.6-10;
- 16 (3) acute care hospitals;
- 17 (4) correctional facilities and rehabilitation facilities; **and**
- 18 (5) county staff expenses of the state judicial system. ~~and~~
- 19 (6) ~~homestead property tax credits to fund replacement of the~~
 20 ~~county's property tax levy.~~

21 (b) **Subject to sections 3 and 5 of this chapter**, the adopting body
 22 shall, by ordinance, determine how general purpose revenue from a tax
 23 under this chapter must be allocated in subsequent years. The
 24 allocations are subject to IC 6-3.6-11. The ordinance must be adopted
 25 as provided in IC 6-3.6-3 and takes effect and applies as specified in
 26 IC 6-3.6-3-3. The ordinance continues to apply thereafter until it is
 27 rescinded or modified.

28 SECTION 96. IC 6-3.6-6-4.3, AS ADDED BY P.L.68-2025,
 29 SECTION 127, IS AMENDED TO READ AS FOLLOWS
 30 [EFFECTIVE JULY 1, 2028]: Sec. 4.3. (a) Revenue raised from a tax
 31 rate for fire protection ~~and~~ **or** emergency medical services under
 32 section 2(b)(2) of this chapter shall be distributed by the county ~~to~~
 33 **among the county and** each fire protection district, fire protection
 34 territory, and municipal fire department located within the county **that**
 35 **provides fire protection, emergency medical services, or both in the**
 36 **county. Except as provided in subsection (b)**, at the discretion of the
 37 county council, the county may distribute revenue raised from a tax rate
 38 for fire protection ~~and~~ **or** emergency medical services under section
 39 2(b)(2) of this chapter to township fire departments and volunteer fire
 40 departments **that provide fire protection, emergency medical**
 41 **services, or both in the county.**

42 (b) Revenue raised from a tax rate for fire protection and emergency



1 medical services under section 2(b)(2) of this chapter shall be allocated
 2 to each fire protection district, fire protection territory, municipal fire
 3 department, and, if applicable, township fire departments and volunteer
 4 fire departments; based on the following formula:

5 STEP ONE: For each provider of fire protection and emergency
 6 medical services located within the county that is eligible to
 7 receive revenue under this section, determine the population
 8 living within the service boundaries of the provider using the
 9 most recent federal decennial census.

10 STEP TWO: For each provider of fire protection and emergency
 11 medical services located within the county that is eligible to
 12 receive revenue under this section, determine the number of
 13 square miles within the service boundaries of the provider.

14 STEP THREE: For each provider of fire protection and
 15 emergency medical services located within the county that is
 16 eligible to receive revenue under this section, determine the
 17 product of:

18 (A) the STEP TWO amount, multiplied by

19 (B) twenty (20).

20 STEP FOUR: For each provider of fire protection and emergency
 21 medical services located within the county that is eligible to
 22 receive revenue under this section, determine the sum of:

23 (A) the STEP ONE result, plus

24 (B) the STEP THREE result.

25 STEP FIVE: Determine the sum total of the STEP FOUR results
 26 for each provider of fire protection and emergency medical
 27 services located within the county that is eligible to receive
 28 revenue under this section.

29 STEP SIX: The percentage of revenue that shall be distributed to
 30 each provider of fire protection and emergency medical services
 31 located within the county that is eligible to receive revenue under
 32 this section is equal to:

33 (A) the STEP FOUR result for the provider, divided by

34 (B) the STEP FIVE result.

35 (b) Subject to subsection (d), the county may determine the
 36 allocation method for revenue raised from a tax rate for fire
 37 protection or emergency medical services under section 2(b)(2) of
 38 this chapter. However, in determining the allocation method, the
 39 county shall, for each provider of fire protection, emergency
 40 medical services, or both in the county, consider the service
 41 boundaries of the provider and the population living within the
 42 service boundaries of the provider using the most recent federal



1 decennial census.

2 (c) If at least fifty percent (50%) of fire runs made by a

3 township fire department during the calendar year preceding by

4 two (2) years the calendar year in which distribution amounts are

5 being determined are carried out by full-time firefighters who

6 receive a salary of at least thirty thousand dollars (\$30,000), the

7 county shall distribute an allocation of revenue to the township fire

8 department under this section.

9 (d) In the case of a county that provides fire protection,

10 emergency medical services, or both in part of the county, but not

11 the entire county, only the part of the county in which the county

12 provides the fire protection, emergency medical services, or both

13 are considered within the service boundaries for the county.

14 (e) For purposes of a distribution under this section, a

15 distribution to a:

16 (1) fire protection territory shall be made to the provider unit

17 of the fire protection territory; and

18 (2) volunteer fire department shall be made to the taxing unit

19 that is served by the volunteer fire department.

20 (f) If the population living within the service boundaries of a

21 provider cannot be determined using data from the United States

22 Census Bureau, the county may determine an estimated population

23 based on income tax returns that report a residence located within

24 the service boundaries of the provider. The county auditor shall

25 provide the estimated population to the department of local

26 government finance not later than July 15 of the calendar year that

27 precedes the calendar year before the year in which the

28 distribution is made. If the county auditor does not provide an

29 estimated population under this subsection, the department of local

30 government finance may use the most recent estimated population

31 provided by the county auditor or the department of state revenue.

32 SECTION 97. IC 6-3.6-6-4.5, AS AMENDED BY THE

33 TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL

34 ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE

35 JULY 1, 2028]: Sec. 4.5. (a) Revenue raised from a tax rate for

36 nonmunicipal civil taxing units under section 2(b)(3) of this chapter

37 may be distributed by the county to nonmunicipal civil taxing units

38 subject to the provisions of this section.

39 (b) Subject to the maximum aggregate tax rate of not more than

40 two-tenths of one percent (0.2%) under section 2(b)(3) of this chapter,

41 the adopting body may adopt a tax rate for each type of nonmunicipal

42 civil taxing unit, which may not exceed more than five-hundredths of



1 one percent (0.05%) for any given unit type. The revenue raised from
 2 a tax rate for a specific type of nonmunicipal civil taxing unit shall be
 3 allocated to all nonmunicipal civil taxing units of that same type
 4 located within the county on a pro rata per capita basis, subject to
 5 ~~subsection (e):~~ **subsections (e) and (h).**

6 (c) A county solid waste management district (as defined in
 7 IC 13-11-2-47) or a joint solid waste management district (as defined
 8 in IC 13-11-2-113) is not an eligible nonmunicipal civil taxing unit for
 9 the purpose of receiving an allocation of general purpose revenue under
 10 this chapter unless a majority of the members of each of the county
 11 fiscal bodies of the counties within the district passes a resolution
 12 approving the distribution.

13 (d) A resolution passed by a county fiscal body under subsection (c)
 14 may:

- 15 (1) expire on a date specified in the resolution; or
- 16 (2) remain in effect until the county fiscal body revokes or
 17 rescinds the resolution.

18 (e) A nonmunicipal civil taxing unit wishing to receive a share of
 19 revenue under this section in a year must adopt a resolution requesting
 20 the distribution from the county and must provide a certified copy of
 21 the resolution to the adopting body **and the state board of accounts**
 22 not later than July 1 of the year immediately preceding the distribution
 23 year. Not later than August 1 of the year immediately preceding the
 24 distribution year, the adopting body shall hold a public hearing on the
 25 resolution requesting the distribution and provide the public with
 26 notice of the time and place where the public hearing will be held. The
 27 notice must be given in accordance with IC 5-3-1 and include a
 28 description of the resolution requesting the distribution from the
 29 county.

30 (f) If a nonmunicipal civil taxing unit adopts a resolution under ~~this~~
 31 ~~subsection~~ **subsection (e)** and provides the resolution to the adopting
 32 body as set forth in ~~this~~ **that** subsection, the county shall distribute to
 33 the nonmunicipal civil taxing unit an amount of revenue raised from
 34 the tax rate under section 2(b)(3) of this chapter for the distribution
 35 year as set forth in subsection ~~(f):~~ **(g).**

36 (g) If one (1) or more, but not all, nonmunicipal civil taxing units
 37 adopt a resolution under subsection (e) requesting a distribution in a
 38 given year, the county may either distribute the total amount of revenue
 39 raised from the tax rate under section 2(b)(3) of this chapter to only
 40 those nonmunicipal civil taxing units that have provided a resolution
 41 request, or the county may distribute the total amount of revenue raised
 42 from a tax rate under section 2(b)(3) of this chapter to all nonmunicipal



1 civil taxing units as set forth in this section. If no nonmunicipal civil
 2 taxing units adopt a resolution to request a distribution in a given year,
 3 the county may retain the revenue raised from a tax rate for
 4 nonmunicipal civil taxing units for that year and use the revenue as
 5 general purpose revenue for the county under section 4 of this chapter.

6 **(h) If the population living within one (1) or more nonmunicipal**
 7 **civil taxing units cannot be determined using data from the United**
 8 **States Census Bureau, the county may determine an estimated**
 9 **population based on income tax returns that report a residence**
 10 **located within the boundaries of the nonmunicipal civil taxing**
 11 **units. The county auditor shall provide the estimated population to**
 12 **the department of local government finance no later than July 15**
 13 **of the calendar year that precedes the calendar year before the**
 14 **year in which the distribution is made. If the county auditor does**
 15 **not provide an estimated population under this subsection, the**
 16 **department of local government finance may use the most recent**
 17 **estimated population provided by the county auditor or the**
 18 **department of state revenue.**

19 SECTION 98. IC 6-3.6-6-6.1, AS AMENDED BY THE
 20 TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL
 21 ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 22 JULY 1, 2028]: Sec. 6.1. (a) Revenue raised from a tax rate for certain
 23 cities and towns under section 2(b)(4) of this chapter ~~may~~ **shall** be
 24 distributed by the county ~~to those cities and towns~~ subject to the
 25 provisions of this section **and according to the following formula:**

26 **STEP ONE: Determine the population of each city and town**
 27 **located in the county, excluding the population of any**
 28 **municipality that:**

- 29 (A) is eligible to impose a local income tax under section 22
- 30 of this chapter; and
- 31 (B) did not make an election under section 23(b)(3) of this
- 32 chapter.

33 **STEP TWO: Determine the aggregate sum of the STEP ONE**
 34 **results.**

35 **STEP THREE: Determine the sum of:**

- 36 (A) the STEP TWO result; plus
- 37 (B) the population of the unincorporated area of the
- 38 county.

39 **STEP FOUR: Divide the STEP TWO result by the STEP**
 40 **THREE result.**

41 **STEP FIVE: Multiply the STEP FOUR result by one and**
 42 **five-tenths (1.5), expressed as a percentage.**



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STEP SIX: Multiple the STEP FIVE result by the total amount of revenue raised from the tax rate imposed under section 2(b)(4) of this chapter.

STEP SEVEN: For each city and town located in the county that adopted a resolution under subsection (d) for the year, excluding any municipality that is eligible to impose a local income tax under section 22 of this chapter and did not make an election under section 23(b)(3) of this chapter, divide:

- (A) the STEP ONE result for the city or town; by
- (B) the STEP TWO result.

STEP EIGHT: To determine the amount to be allocated to each city and town located in the county that adopted a resolution under subsection (d) for the year, excluding any municipality that is eligible to impose a local income tax under section 22 of this chapter and did not make an election under section 23(b)(3) of this chapter, multiply:

- (A) the STEP SEVEN result for the city or town; by
- (B) the STEP SIX result.

STEP NINE: Determine the aggregate sum of the STEP EIGHT results for each city and town located in the county that adopted a resolution under subsection (d) for the year, excluding any municipality that is eligible to impose a local income tax under section 22 of this chapter and did not make an election under section 23(b)(3) of this chapter.

STEP TEN: Determine the result of:

- (A) the total amount of revenue raised from the tax rate imposed under section 2(b)(4) of this chapter; minus
- (B) the STEP SIX result.

STEP ELEVEN: Determine the result of:

- (A) the STEP SIX result; minus
- (B) the STEP NINE result.

STEP TWELVE: To determine the amount to be allocated to the county, determine the sum of:

- (A) the STEP TEN result; plus
- (B) the STEP ELEVEN result.

(b) Subject to subsection (g), the revenue raised from a tax rate under section 2(b)(4) of this chapter shall be allocated to the cities and towns based on the population of the city or the population of the town, whichever is applicable, compared to the population of all the cities or the population of all the towns, whichever is applicable, that are eligible for a distribution, subject to subsection (d). For purposes of this determination, section, if the boundaries of a city or town are located



1 in more than one (1) county, only the portion of the population of the
 2 city or town that is located within the county imposing the tax rate
 3 under section 2(b)(4) of this chapter shall be considered.

4 (c) The money may be used by the city or town fiscal body for any
 5 of the purposes of the city or town, including public safety (as defined
 6 in IC 6-3.6-2-14) and economic development purposes described in
 7 IC 6-3.6-10. The city or town fiscal body may pledge its general
 8 purpose revenue to the payment of bonds or to lease payments as set
 9 forth in this chapter.

10 (d) An eligible city or town wishing to receive a share of revenue
 11 under this section in a year must adopt a resolution requesting the
 12 distribution from the county and must provide a certified copy of the
 13 resolution to the adopting body **and the state board of accounts** not
 14 later than July 1 of the year immediately preceding the distribution
 15 year. Not later than August 1 of the year immediately preceding the
 16 distribution year, the adopting body shall hold a public hearing on the
 17 resolution requesting the distribution and provide the public with
 18 notice of the time and place where the public hearing will be held. The
 19 notice must be given in accordance with IC 5-3-1 and include a
 20 description of the resolution requesting the distribution from the
 21 county.

22 (e) ~~Subject to subsection (g);~~ If an eligible city or town adopts a
 23 resolution under ~~this~~ subsection (d) and provides the resolution to the
 24 adopting body as set forth in ~~this~~ subsection (d), the county shall
 25 distribute to the eligible city or town unit an amount of revenue raised
 26 from the tax rate under section 2(b)(4) of this chapter for the
 27 distribution year as set forth in ~~subsection (f);~~ **(a). If no eligible city or**
 28 **town adopts a resolution to request a distribution in a given year,**
 29 **the county may retain all of the revenue raised from a tax rate for**
 30 **that year.**

31 **(f) The county may use any money received under this section**
 32 **for the purposes described in section 4 of this chapter.**

33 ~~(f)~~ Subject to subsection (g); if one (1) or more, but not all, eligible
 34 cities or towns adopt a resolution under subsection (d) requesting a
 35 distribution in a given year, the county may either distribute the total
 36 amount of revenue raised from the tax rate under section 2(b)(4) of this
 37 chapter to only those eligible cities or towns that have provided a
 38 resolution request; or the county may distribute the total amount of
 39 revenue raised from a tax rate under section 2(b)(4) of this chapter to
 40 all eligible cities or towns as set forth in this section. If no eligible city
 41 or town adopts a resolution to request a distribution in a given year, the
 42 county may retain the revenue raised from a tax rate for the eligible city



1 or town for that year and use the revenue as general purpose revenue
 2 for the county under section 4 of this chapter.

3 (g) Notwithstanding any provision to the contrary in this section, if
 4 an adopting body that imposes a tax rate of one and two-tenths percent
 5 (1.2%) under section 2(b)(1) of this chapter subsequently adopts an
 6 ordinance to concurrently impose a tax rate under section 2(b)(4) of
 7 this chapter:

8 (1) seventy-five percent (75%) of the revenue received from the
 9 tax rate imposed under section 2(b)(4) of this chapter shall be
 10 retained by the county and may be used for the purposes
 11 described in section 4 of this chapter; and

12 (2) twenty-five percent (25%) of the revenue received from the
 13 tax rate imposed under section 2(b)(4) of this chapter shall be
 14 distributed among the eligible cities and towns as set forth in this
 15 section and may be used for the purposes set forth in this section:

16 However, the adopting body may, by ordinance, determine to allocate
 17 any percentage of the revenue that would otherwise be retained by the
 18 county under subdivision (1) to instead be allocated among the eligible
 19 cities and towns under subdivision (2):

20 SECTION 99. IC 6-3.6-6-21.3, AS AMENDED BY P.L.68-2025,
 21 SECTION 146, IS AMENDED TO READ AS FOLLOWS
 22 [EFFECTIVE JULY 1, 2028]: Sec. 21.3. (a) This section applies to
 23 distributions of revenue before January 1, ~~2028~~ **2029**. This section:

24 (1) does not apply to:

25 (A) distributions made under this chapter to a civil taxing unit
 26 for fire protection services within a fire protection territory
 27 established under IC 36-8-19; or

28 (B) distributions of revenue under section 9 of this chapter
 29 (before its repeal); and

30 (2) applies only to the following:

31 (A) Any allocation or distribution of revenue under section
 32 3(a)(2) of this chapter (as in effect before July 1, ~~2027~~ **2028**)
 33 that is made on the basis of property tax levies in counties that
 34 formerly imposed a tax under IC 6-3.5-1.1 (before its repeal on
 35 January 1, 2017).

36 (B) Any allocation or distribution of revenue under section
 37 3(a)(3) of this chapter (as in effect before July 1, ~~2027~~ **2028**)
 38 that is made on the basis of property tax levies in counties that
 39 formerly imposed a tax under IC 6-3.5-6 (before its repeal on
 40 January 1, 2017).

41 (b) Subject to subsection (a), if two (2) or more:

42 (1) school corporations; or



1 (2) civil taxing units;
 2 of an adopting county merge or consolidate to form a single school
 3 corporation or civil taxing unit, the school corporation or civil taxing
 4 unit that is in existence on January 1 of the current year is entitled to
 5 the combined pro rata distribution of the revenue under section 3(a)(2)
 6 or 3(a)(3) (as in effect before July 1, ~~2027~~ **2028**) of this chapter (as
 7 appropriate) allocated to each applicable school corporation or civil
 8 taxing unit in existence on January 1 of the immediately preceding
 9 calendar year prior to the merger or consolidation.

10 (c) The department of local government finance shall make
 11 adjustments to civil taxing units in accordance with IC 6-1.1-18.5-7.

12 SECTION 100. IC 6-3.6-6-22, AS ADDED BY P.L.68-2025,
 13 SECTION 147, IS AMENDED TO READ AS FOLLOWS
 14 [EFFECTIVE JULY 1, 2028]: Sec. 22. (a) As used in this section,
 15 "municipality" means only a city or town that:

16 (1) has a population of three thousand five hundred (3,500) or
 17 more; and

18 (2) in the case of a city or town whose population decreased in the
 19 most recent federal decennial census from three thousand five
 20 hundred (3,500) or more to less than three thousand five hundred
 21 (3,500), has elected by ordinance to continue to use its previous
 22 population of three thousand five hundred (3,500) or more as set
 23 forth in section 23(b)(2) of this chapter for purposes of the
 24 allocation determination under section 6.1 of this chapter.

25 The term does not include a city or town that has made an election
 26 under section 23(b)(3) of this chapter.

27 (b) Beginning after December 31, ~~2027~~, **2028**, the fiscal body of a
 28 municipality may by ordinance and subject to subsection (e), impose
 29 a local income tax rate on the adjusted gross income of local taxpayers
 30 in the municipality that does not exceed one and two-tenths percent
 31 (1.2%).

32 (c) The following apply if a municipality imposes a local income tax
 33 rate under this section:

34 (1) A local income tax rate imposed by a municipality under this
 35 section applies only to local taxpayers within the territory of the
 36 municipality.

37 (2) The local income tax is imposed in addition to a tax imposed
 38 by the county in which the municipality is located in accordance
 39 with IC 6-3.6-4-1(a) and IC 6-3.6-4-1(c).

40 (3) The following provisions of this article apply to a local income
 41 tax rate imposed by a municipality under subsection (b):

42 (A) IC 6-3.6-3 (adoption of the tax), including the effective



1 date of an ordinance under IC 6-3.6-3-3.3.
 2 (B) IC 6-3.6-4 (imposition of the tax), except that IC 6-3.6-4-2
 3 and IC 6-3.6-4-3 do not apply.
 4 (C) IC 6-3.6-8 (administration of the tax).
 5 (4) A local income tax rate imposed by a municipality shall apply
 6 to ~~professional athletes who compete in the municipality; unless~~
 7 ~~exempted under IC 6-3-2-27.5 or other provision of law.~~ **team**
 8 **members and race team members described in**
 9 **IC 6-3.6-2-13(3) on the income derived from services**
 10 **performed as a team member or race team member in the**
 11 **municipality.**
 12 (d) The amount of the tax revenue that is from the local income tax
 13 rate imposed under this section and that is collected for a calendar year
 14 shall be treated as general purpose revenue and must be distributed to
 15 the fiscal officer of the municipality that imposed the tax before July 1
 16 of the next calendar year.
 17 (e) ~~Beginning after December 31, 2030;~~ A tax rate imposed under
 18 subsection (b) ~~shall expire~~ **expires** on December 31, **2032, and on**
 19 **December 31** of each calendar year **thereafter.** A municipality
 20 wishing to continue, increase, or decrease a tax rate ~~in~~ **for** the
 21 succeeding year must pass an ordinance to readopt a tax rate in
 22 accordance with IC 6-3.6-3-3.3. **However, if there are bonds, leases,**
 23 **or other obligations payable from a tax imposed under subsection**
 24 **(b) that remain outstanding and the municipality fails to adopt an**
 25 **ordinance to continue the expenditure tax rate under this**
 26 **subsection, the expenditure tax rate for the municipality for the**
 27 **succeeding year, or until the maturity date of those debt**
 28 **obligations, whichever is sooner, shall be the minimum tax rate**
 29 **necessary to produce one and twenty-five hundredths (1.25) times**
 30 **the sum of:**
 31 (1) **the highest annual outstanding debt service;**
 32 (2) **the highest annual lease payments; and**
 33 (3) **any amount required under the agreements for the bonds**
 34 **or leases to be deposited in a sinking fund or other reserve;**
 35 **for the year.** This subsection applies regardless of whether there is a
 36 modification in the tax rate or the rate is unchanged from the previous
 37 year.
 38 (f) **A municipality that imposes a local income tax rate under**
 39 **this section shall work with the county to provide the geographic**
 40 **information prescribed by the state GIS officer to the state GIS**
 41 **officer. The required information must be submitted to the state**
 42 **GIS officer in the manner prescribed by the state GIS officer not**



1 **later than August 1 each year.**

2 SECTION 101. IC 6-3.6-6-23, AS ADDED BY P.L.68-2025,
3 SECTION 148, IS AMENDED TO READ AS FOLLOWS
4 [EFFECTIVE JULY 1, 2028]: Sec. 23. (a) This section applies in
5 determining the population of a city or town for the purposes of this
6 chapter.

7 (b) The following apply:

8 (1) Except as provided in subdivisions (2) and (3), the population
9 of a city or town is the population of the city or town that is
10 reported by the 2020 federal decennial census.

11 (2) Beginning after ~~2030~~, **2032**, if the population of a city or town
12 ~~(A) increases from a population of less than three thousand~~
13 ~~five hundred (3,500); as reported by the immediately~~
14 ~~preceding federal decennial census; to a population of three~~
15 ~~thousand five hundred (3,500) or more; as reported by the~~
16 ~~most recent federal decennial census; or; if applicable; any~~
17 ~~corrected population count (as defined in IC 1-1-3.5-1.5)~~
18 ~~issued for the city or town in the year succeeding the most~~
19 ~~recent federal decennial census; or~~

20 ~~(B) decreases from a population of three thousand five~~
21 ~~hundred (3,500) or more; as reported by the immediately~~
22 ~~preceding federal decennial census; to a population of less~~
23 ~~than three thousand five hundred (3,500), as reported by the~~
24 ~~most recent federal decennial census; or, if applicable; any~~
25 ~~corrected population count (as defined in IC 1-1-3.5-1.5)~~
26 ~~issued for the city or town in the year succeeding the most~~
27 ~~recent federal decennial census,~~

28 the fiscal body of the city or town may adopt an ordinance on or
29 before September 1 of the calendar year ~~immediately succeeding~~
30 **two (2) years after** the most recent federal decennial census to
31 continue to use the population of the city or town as reported by
32 the immediately preceding federal decennial census and the
33 resulting determination for the city or town under section 22 of
34 this chapter, notwithstanding the increase or decrease in its
35 population as reported by the most recent federal decennial
36 census as described in this subdivision. An ordinance adopted
37 under this subdivision shall take effect on January 1 of the
38 calendar year that immediately succeeds the year in which the
39 ordinance is adopted. The fiscal officer of the city or town shall
40 provide a certified copy of an ordinance adopted under this
41 subdivision to the department of local government finance.

42 (3) This subdivision applies only to cities and towns with a



1 population of ~~more than~~ three thousand five hundred (3,500) or
 2 **more** but less than seven thousand (7,000). Notwithstanding any
 3 other provision, a fiscal body of a city or town may adopt an
 4 ordinance to elect to be treated as if the city's or town's population
 5 is less than three thousand five hundred (3,500) for purposes of a
 6 county local income tax rate and distribution under this chapter.
 7 An ordinance adopted under this subdivision shall take effect on
 8 January 1 of the calendar year that immediately succeeds the year
 9 in which the ordinance is adopted. The fiscal officer of the city or
 10 town shall provide a certified copy of an ordinance adopted under
 11 this subdivision to the department of local government finance.
 12 An ordinance adopted by a city or town under this subdivision is
 13 not revocable and shall ~~not expire following the next federal~~
 14 ~~decennial census: expire~~ **December 31, 2032.**

15 SECTION 102. IC 6-3.6-7-0.5 IS ADDED TO THE INDIANA
 16 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
 17 [EFFECTIVE JANUARY 1, 2029]: **Sec. 0.5. For taxable years**
 18 **beginning after December 31, 2027, a tax rate imposed by a county**
 19 **under this chapter may be imposed on a local taxpayer only if the**
 20 **county could impose the tax rates in IC 6-3.6-2(b)(1) through**
 21 **IC 6-3.6-2(b)(3) on the local taxpayer.**

22 SECTION 103. IC 6-3.6-7-9, AS AMENDED BY P.L.68-2025,
 23 SECTION 149, IS AMENDED TO READ AS FOLLOWS
 24 [EFFECTIVE JULY 1, 2028]: Sec. 9. (a) This section applies only to
 25 Hancock County.

26 (b) The county fiscal body may, by ordinance, allocate part of the
 27 tax rate imposed under IC 6-3.6-5 (before its expiration), not to exceed
 28 a tax rate of fifteen hundredths percent (0.15%), to a property tax credit
 29 against the property tax liability imposed for public libraries in the
 30 county, if all territory in the county is included in a library district. The
 31 county treasurer shall establish a library property tax replacement fund
 32 to be used only for the purposes described in this section. Tax revenues
 33 derived from the part of the tax rate imposed under IC 6-3.6-5 (before
 34 its expiration) that is designated for property tax replacement credits
 35 under this section shall be deposited in the library property tax
 36 replacement fund. Any interest earned on money in the library property
 37 tax replacement fund shall be credited to the library property tax
 38 replacement fund.

39 (c) The amount of property tax replacement credits that each public
 40 library in the county is entitled to receive during a calendar year under
 41 this section (before the expiration of IC 6-3.6-5) equals the lesser of:

42 (1) the product of:



- 1 (A) the amount of revenue deposited by the county auditor in
- 2 the library property tax replacement fund; multiplied by
- 3 (B) a fraction described as follows:
- 4 (i) The numerator of the fraction equals the sum of the total
- 5 property taxes that would have been collected by the public
- 6 library during the previous calendar year from taxpayers
- 7 located within the library district if the property tax
- 8 replacement under this section had not been in effect.
- 9 (ii) The denominator of the fraction equals the sum of the
- 10 total property taxes that would have been collected during
- 11 the previous year from taxpayers located within the county
- 12 by all public libraries that are eligible to receive property tax
- 13 replacement credits under this section if the property tax
- 14 replacement under this section had not been in effect; or
- 15 (2) the total property taxes that would otherwise be collected by
- 16 the public library for the calendar year if the property tax
- 17 replacement credit under this section were not in effect.
- 18 The department of local government finance shall make any
- 19 adjustments necessary to account for the expansion of a library district.
- 20 However, a public library is eligible to receive property tax
- 21 replacement credits under this section only if it has entered into
- 22 reciprocal borrowing agreements with all other public libraries in the
- 23 county. If the total amount of tax revenue deposited by the county
- 24 auditor in the library property tax replacement fund for a calendar year
- 25 exceeds the total property tax liability that would otherwise be imposed
- 26 for public libraries in the county for the year, the excess must remain
- 27 in the library property tax replacement fund and may be used for library
- 28 property tax replacement purposes in the following calendar year.
- 29 (d) A public library receiving property tax replacement credits under
- 30 this section shall allocate the credits among each fund for which a
- 31 distinct property tax levy is imposed in proportion to the property taxes
- 32 levied for each fund. However, if a public library did not impose a
- 33 property tax levy during the previous calendar year or did not impose
- 34 a property tax levy for a particular fund during the previous calendar
- 35 year, but the public library is imposing a property tax levy in the
- 36 current calendar year or is imposing a property tax levy for the
- 37 particular fund in the current calendar year, the department of local
- 38 government finance shall adjust the amount of property tax
- 39 replacement credits allocated among the various funds of the public
- 40 library and shall provide the adjustment to the county auditor. If a
- 41 public library receiving property tax replacement credits under this
- 42 section does not impose a property tax levy for a particular fund that is



1 first due and payable in a calendar year in which the property tax
 2 replacement credits are being distributed, the public library is not
 3 required to allocate to that fund a part of the property tax replacement
 4 credits to be distributed to the public library. Notwithstanding
 5 IC 6-1.1-20-1.1(a)(1), a public library that receives property tax
 6 replacement credits under this section is subject to the procedures for
 7 the issuance of bonds set forth in IC 6-1.1-20.

8 (e) A public library shall treat property tax replacement credits
 9 received during a particular calendar year under this section as a part
 10 of the public library's property tax levy for each fund for that same
 11 calendar year for purposes of fixing the public library's budget and for
 12 purposes of the property tax levy limits imposed by IC 6-1.1-18.5.

13 (f) For the purpose of allocating tax revenue under IC 6-3.6-6 and
 14 computing and distributing tax revenue under IC 6-5.5 or IC 6-6-5, the
 15 property tax replacement credits that are received under this section
 16 shall be treated as though they were property taxes that were due and
 17 payable during that same calendar year.

18 **(g) The county fiscal body shall adopt a resolution to allow a one**
 19 **(1) time transfer to be made after December 31, 2028, but not later**
 20 **than July 1, 2029, of money from the library property tax**
 21 **replacement fund in an amount equal to the balance of the fund as**
 22 **of December 31, 2028, to be allocated between the:**

23 **(1) Hancock County Public Library for deposit in the general**
 24 **fund; and**

25 **(2) Fortville Public Library for deposit in the general fund.**

26 **The amount shall be allocated between the Hancock County Public**
 27 **Library and Fortville Public Library based on each library's**
 28 **proportional share of the population in each library district**
 29 **compared to the total population in both library districts, based on**
 30 **the most recent federal decennial census. After the county fiscal**
 31 **body adopts a resolution under this subsection, before the transfer**
 32 **may be made, and not later than July 1, 2029, the Hancock County**
 33 **Public Library and Fortville Public Library shall each adopt a**
 34 **substantially similar resolution requesting that the transfer be**
 35 **made and provide certified copies to the county fiscal body. Upon**
 36 **receiving the certified copies, the county fiscal body shall make the**
 37 **transfer under this subsection.**

38 SECTION 104. IC 6-3.6-7-14, AS AMENDED BY P.L.38-2021,
 39 SECTION 45, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 40 UPON PASSAGE]: Sec. 14. (a) This section applies only to Marshall
 41 County.

42 (b) The county fiscal body may impose a tax on the adjusted gross



1 income of local taxpayers at a tax rate that does not exceed the lesser
 2 of the following:
 3 (1) Twenty-five hundredths percent (0.25%).
 4 (2) The rate necessary to carry out the purposes described in
 5 subsection (c).
 6 (c) Revenue raised from a tax under this section may be used only
 7 for the following purposes:
 8 (1) To finance, construct, acquire, improve, renovate, or equip:
 9 (A) jail facilities;
 10 (B) juvenile court, detention, and probation facilities;
 11 (C) other criminal justice facilities; and
 12 (D) related buildings and parking facilities;
 13 located in the county, including costs related to the demolition of
 14 existing buildings and the acquisition of land.
 15 (2) Repay bonds issued or leases entered into for the purposes
 16 described in subdivision (1).
 17 (d) The tax imposed under this section may be imposed only until
 18 the last of the following dates:
 19 (1) The date on which the purposes described in subsection (c)(1)
 20 are completed.
 21 (2) The date on which the last of any bonds issued (including any
 22 refunding bonds) or leases described in subsection (c)(2) are fully
 23 paid.
 24 The term of the bonds issued (including any refunding bonds) or a
 25 lease entered into under subsection (c)(2) may not exceed twenty (20)
 26 years.
 27 (e) Money accumulated from the tax under this section after the tax
 28 imposed by this section is terminated shall be transferred to the county
 29 jail fund to be established under subsection (f).
 30 (f) The county auditor shall establish a county jail fund that shall
 31 only be used for:
 32 (1) maintenance of a jail facility; and
 33 (2) **costs otherwise incurred for the operation of the county**
 34 **jail.**
 35 **Money in the county jail fund** shall not be used to issue new debt or
 36 enter into leases, notwithstanding any other sections of this chapter.
 37 SECTION 105. IC 6-3.6-7-27, AS AMENDED BY P.L.197-2016,
 38 SECTION 63, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 39 JANUARY 1, 2028]: Sec. 27. (a) This section applies only to an
 40 eligible county, as defined in IC 8-25-1-4.
 41 (b) If the voters of the county approve a local public question under
 42 IC 8-25-2, the fiscal body of the county may adopt an ordinance to



1 provide for the use of local income tax revenues ~~attributable to an~~
 2 ~~additional tax rate imposed under IC 6-3.6-6~~ to fund a public
 3 transportation project under IC 8-25. However, a county fiscal body
 4 shall adopt an ordinance under this subsection if required by
 5 IC 8-25-6-10 to impose an additional tax rate on the county taxpayers
 6 (as defined in IC 8-24-1-10) who reside in a township in which the
 7 voters approve a public transportation project in a local public question
 8 held under IC 8-25-6. An ordinance adopted under this subsection must
 9 specify an additional tax rate to be imposed in the county (or township
 10 in the case of an additional rate required by IC 8-25-6-10) of at least
 11 one-tenth percent (0.1%), but not more than twenty-five hundredths
 12 percent (0.25%). If an ordinance is adopted under this subsection, the
 13 amount of the certified distribution attributable to the additional tax
 14 rate imposed under this subsection must be:

- 15 (1) retained by the county auditor;
- 16 (2) deposited in the county public transportation project fund
- 17 established under IC 8-25-3-7; and
- 18 (3) used for the purpose provided in this subsection instead of as
- 19 a property tax replacement distribution.

20 (c) The tax rate under this section ~~plus the tax rate under IC 6-3.6-6~~
 21 ~~may not exceed the tax rate~~ **may not be considered for purposes of**
 22 **determining the maximum allowable tax rate** specified in
 23 IC 6-3.6-6-2.

24 SECTION 106. IC 6-3.6-8-3, AS ADDED BY P.L.243-2015,
 25 SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 26 JULY 1, 2026]: Sec. 3. (a) For purposes of this article, an individual
 27 shall be treated as a resident of the county in which the individual:

- 28 (1) maintains a home, if the individual maintains only one (1)
- 29 home in Indiana;
- 30 (2) if subdivision (1) does not apply, is registered to vote;
- 31 (3) if subdivision (1) or (2) does not apply, registers the
- 32 individual's personal automobile; or
- 33 (4) spent ~~the majority~~ **more** of the individual's time in Indiana
- 34 during the taxable year in question **compared to any other**
- 35 **county**, if subdivision (1), (2), or (3) does not apply.

36 (b) The residence or principal place of business or employment of
 37 an individual is to be determined on January 1 of the calendar year in
 38 which the individual's taxable year commences. If an individual
 39 changes the location of the individual's residence or principal place of
 40 employment or business to another county in Indiana during a calendar
 41 year, the individual's liability for tax is not affected.

42 (c) Notwithstanding subsection (b), if an individual becomes a local



1 taxpayer for purposes of IC 36-7-27 during a calendar year because the
 2 individual:

3 (1) changes the location of the individual's residence to a county
 4 in which the individual begins employment or business at a
 5 qualified economic development tax project (as defined in
 6 IC 36-7-27-9); or

7 (2) changes the location of the individual's principal place of
 8 employment or business to a qualified economic development tax
 9 project and does not reside in another county in which a tax is in
 10 effect;

11 the individual's adjusted gross income attributable to employment or
 12 business at the qualified economic development tax project is taxable
 13 only by the county containing the qualified economic development tax
 14 project.

15 SECTION 107. IC 6-3.6-8-3, AS AMENDED BY P.L.68-2025,
 16 SECTION 151, IS AMENDED TO READ AS FOLLOWS
 17 [EFFECTIVE JANUARY 1, 2029]: Sec. 3. (a) For purposes of this
 18 article, an individual shall be treated as a resident of the county (or the
 19 municipality in the case of a local income tax imposed under
 20 IC 6-3.6-6-22) in which the individual:

21 (1) maintains a home, if the individual maintains only one (1)
 22 home in Indiana;

23 (2) if subdivision (1) does not apply, is registered to vote;

24 (3) if subdivision (1) or (2) does not apply, registers the
 25 individual's personal automobile; or

26 (4) spent ~~the majority~~ **more** of the individual's time in Indiana
 27 during the taxable year in question **compared to any other**
 28 **county**, if subdivision (1), (2), or (3) does not apply.

29 (b) The residence of an individual is to be determined on January 1
 30 of the calendar year in which the individual's taxable year commences.
 31 If an individual changes the location of the individual's residence to
 32 another county (or municipality in the case of a local income tax
 33 imposed under IC 6-3.6-6-22) in Indiana during a calendar year, the
 34 individual's liability for tax is not affected.

35 (c) Notwithstanding subsection (b), if an individual becomes a local
 36 taxpayer for purposes of IC 36-7-27 during a calendar year because the
 37 individual changes the location of the individual's residence to a county
 38 or municipality in which the individual begins employment or business
 39 at a qualified economic development tax project (as defined in
 40 IC 36-7-27-9), the individual's adjusted gross income attributable to
 41 employment or business at the qualified economic development tax
 42 project is taxable only by the county or municipality containing the



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qualified economic development tax project.

(d) In determining residency for purposes of a local income tax imposed under IC 6-3.6-6-2(b)(4) or IC 6-3.6-6-22, the following apply:

(1) The criteria in subsection (a)(1) through (a)(4) must be applied to municipalities and the parts of a county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4).

(2) If an individual meets the criteria in subsection (a)(1) through (a)(3) for an area in the county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4), the individual is considered a resident of that area of the county and is subject to a tax rate imposed under IC 6-3.6-6-2(b)(4).

(3) If an individual is a resident of the county pursuant to subsection (a)(4), the:

(A) time spent in all areas within the county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4) shall be aggregated; and

(B) determination of the individual's residence within the county shall be determined solely by the time spent in the municipality (or part of the county) and the parts of a county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4).

SECTION 108. IC 6-3.6-8-7, AS ADDED BY P.L.243-2015, SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2029]: Sec. 7. In the case of a local taxpayer who is a resident of Perry County, **or a resident of a municipality located in Perry County in the case of a local income tax imposed under IC 6-3.6-6-22**, the term "adjusted gross income" does not include adjusted gross income that is:

(1) earned in a county that is:

(A) located in another state; and

(B) adjacent to the county in which the taxpayer resides; and

(2) subject to an income tax imposed by a county, city, town, or other local governmental entity in the other state.

SECTION 109. IC 6-3.6-9-1, AS AMENDED BY P.L.68-2025, SECTION 154, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 1. (a) The budget agency shall maintain an accounting for each county imposing a tax based on annual returns filed by or for county taxpayers. Any undistributed amounts so accounted for shall be held in reserve for the respective counties separate from the state general fund.

(b) Undistributed amounts shall be invested by the treasurer of state



1 and the income earned shall be credited to the counties based on each
2 county's undistributed amount.

3 (c) This section expires December 31, ~~2027~~: **2028**.

4 SECTION 110. IC 6-3.6-9-5, AS AMENDED BY P.L.68-2025,
5 SECTION 158, IS AMENDED TO READ AS FOLLOWS
6 [EFFECTIVE JULY 1, 2028]: Sec. 5. (a) Before October 1 of each
7 calendar year, the budget agency shall certify to the department of local
8 government finance and the county auditor of each adopting county the
9 amount determined under sections 4 and 4.1 of this chapter. The
10 amount certified is the county's certified distribution for the
11 immediately succeeding calendar year. The amount certified shall be
12 adjusted, as necessary, under sections 6 and 7 of this chapter. Subject
13 to subsection (b), not later than thirty (30) days after receiving the
14 amount of the certified distribution, the department of local
15 government finance shall determine for each taxing unit and notify the
16 county auditor of the certified amount that will be distributed to the
17 taxing unit under this chapter during the ensuing calendar year. Not
18 later than thirty (30) days after receiving the department's estimate, the
19 county auditor shall notify each taxing unit of the certified amounts for
20 the taxing unit.

21 (b) This subsection applies to Lake County. When the department
22 of local government finance notifies the county auditor of the certified
23 amount that will be distributed to the taxing unit under this chapter
24 during the ensuing calendar year, the department of local government
25 finance shall also determine the amount of general purpose revenue
26 allocated for economic development purposes that will be distributed
27 to each civil taxing unit, reduced by an amount that is equal to the
28 following percentages of the tax revenue that would otherwise be
29 allocated for economic development purposes and distributed to the
30 civil taxing unit:

- 31 (1) For Lake County, an amount equal to twenty-five percent
32 (25%).
- 33 (2) For Crown Point, an amount equal to ten percent (10%).
- 34 (3) For Dyer, an amount equal to fifteen percent (15%).
- 35 (4) For Gary, an amount equal to seven and five-tenths percent
36 (7.5%).
- 37 (5) For Hammond, an amount equal to fifteen percent (15%).
- 38 (6) For Highland, an amount equal to twelve percent (12%).
- 39 (7) For Hobart, an amount equal to eighteen percent (18%).
- 40 (8) For Lake Station, an amount equal to twenty percent (20%).
- 41 (9) For Lowell, an amount equal to fifteen percent (15%).
- 42 (10) For Merrillville, an amount equal to twenty-two percent



- 1 (22%).
- 2 (11) For Munster, an amount equal to thirty-four percent (34%).
- 3 (12) For New Chicago, an amount equal to one percent (1%).
- 4 (13) For Schererville, an amount equal to ten percent (10%).
- 5 (14) For Schneider, an amount equal to twenty percent (20%).
- 6 (15) For Whiting, an amount equal to twenty-five percent (25%).
- 7 (16) For Winfield, an amount equal to fifteen percent (15%).

8 The department of local government finance shall notify the county
 9 auditor of the remaining amounts to be distributed and the amounts of
 10 the reductions that will be withheld under IC 6-3.6-11-5.5.

11 **(c) This subsection applies to a distribution under IC 6-3.6-6-4.3**
 12 **of tax revenue raised from a local income tax rate for fire**
 13 **protection and emergency medical services. Before the department**
 14 **of local government finance may certify a distribution, each**
 15 **provider of fire protection and emergency medical services located**
 16 **within a county shall certify to the department of local government**
 17 **finance the boundaries of the service area within the county served**
 18 **by the provider. If a provider does not certify the provider's**
 19 **service area to the department of local government finance, the**
 20 **department of local government finance shall use the most recent**
 21 **certified net assessed valuation submitted by the county auditor**
 22 **pursuant to IC 6-1.1-17-1 for the taxing unit served by the provider**
 23 **to determine the service boundaries for the provider. For purposes**
 24 **of this subsection, the service boundaries of a provider may not**
 25 **include any area served under a mutual aid agreement.**

26 SECTION 111. IC 6-3.6-9-10, AS AMENDED BY P.L.68-2025,
 27 SECTION 164, IS AMENDED TO READ AS FOLLOWS
 28 [EFFECTIVE JULY 1, 2028]: Sec. 10. The budget agency shall also
 29 certify information concerning the part of the certified distribution that
 30 is attributable to each of the following:

- 31 (1) The tax rate imposed under IC 6-3.6-5 (before its expiration).
- 32 This subdivision expires July 1, ~~2028~~ **2029**.
- 33 (2) The tax rate imposed under IC 6-3.6-6, separately stating:
 - 34 (A) the part of the distribution attributable to a tax rate
 - 35 imposed under IC 6-3.6-6-2.5 (before its repeal);
 - 36 (B) the part of the distribution attributable to a tax rate
 - 37 imposed under IC 6-3.6-6-2.6 (before its repeal);
 - 38 (C) the part of the distribution attributable to a tax rate
 - 39 imposed under IC 6-3.6-6-2.7 (before its repeal);
 - 40 (D) the part of the distribution attributable to a tax rate
 - 41 imposed under IC 6-3.6-6-2.8 (before its repeal); and
 - 42 (E) the part of the distribution attributable to a tax rate



1 imposed under IC 6-3.6-6-2.9 (before its repeal).
 2 (3) Each tax rate imposed under IC 6-3.6-7.
 3 (4) In the case of Marion County, the local income taxes paid by
 4 local taxpayers described in IC 6-3.6-2-13(3).
 5 The amount certified shall be adjusted to reflect any adjustment in the
 6 certified distribution under this chapter.
 7 SECTION 112. IC 6-3.6-9-12, AS AMENDED BY P.L.68-2025,
 8 SECTION 166, IS AMENDED TO READ AS FOLLOWS
 9 [EFFECTIVE JULY 1, 2028]: Sec. 12. One-twelfth (1/12) of each
 10 adopting county's certified distribution for a calendar year shall be
 11 distributed:
 12 (1) before January 1, ~~2028~~, **2029**, from its trust account
 13 established under this chapter; and
 14 (2) after December 31, ~~2027~~, **2028**, from the state and local
 15 income tax holding account established under this chapter;
 16 to the appropriate county treasurer on the first regular business day of
 17 each month of that calendar year.
 18 SECTION 113. IC 6-3.6-9-13, AS AMENDED BY P.L.68-2025,
 19 SECTION 167, IS AMENDED TO READ AS FOLLOWS
 20 [EFFECTIVE JULY 1, 2028]: Sec. 13. (a) All distributions from a trust
 21 account established under this chapter shall be made by warrants issued
 22 by the state comptroller to the treasurer of state ordering the
 23 appropriate payments.
 24 (b) This section expires December 31, ~~2027~~, **2028**.
 25 SECTION 114. IC 6-3.6-9-17.5, AS ADDED BY P.L.68-2025,
 26 SECTION 171, IS AMENDED TO READ AS FOLLOWS
 27 [EFFECTIVE JULY 1, 2028]: Sec. 17.5. After December 31, ~~2027~~,
 28 **2028**, the county's certified distribution amount for ~~2028~~ **2029** shall be
 29 maintained in the accounting for the county under section 21 of this
 30 chapter and transferred as set forth in section 21 of this chapter.
 31 SECTION 115. IC 6-3.6-9-21, AS ADDED BY P.L.68-2025,
 32 SECTION 173, IS AMENDED TO READ AS FOLLOWS
 33 [EFFECTIVE JULY 1, 2028]: Sec. 21. (a) The budget agency shall
 34 maintain an accounting for each county imposing a tax based on annual
 35 returns filed by or for county taxpayers. Beginning after December 31,
 36 ~~2027~~, **2028**, any undistributed amounts so accounted shall be held for
 37 purposes of the state and local income tax holding account.
 38 (b) After December 1 but before December 31 of each year, the
 39 budget agency shall present to the budget committee a report of the
 40 following:
 41 (1) An estimate of the monthly certified distribution amounts for
 42 the immediately succeeding calendar year.



1 (2) A description of the method used to determine the monthly
 2 estimates under subdivision (1).
 3 (c) Beginning in ~~2028~~, **2029**, and in each calendar year thereafter,
 4 the budget agency shall each month transfer to the state and local
 5 income tax holding account the amount determined for the month
 6 under subsection (b)(1) for distribution under this chapter.
 7 (d) In the case of a county that imposes a tax rate under IC 6-3.6-6-2
 8 or a municipality that imposes a tax rate under IC 6-3.6-6-22 beginning
 9 after December 31, ~~2027~~, **2028**, the budget agency shall withhold, from
 10 each of the first three (3) annual certified distributions resulting from
 11 the tax rate, an amount equal to five percent (5%) of the county's or
 12 municipality's, as applicable, annual certified distribution resulting
 13 from the tax rate. The amounts withheld under this subsection shall be
 14 credited to the respective county's or municipality's trust account.
 15 SECTION 116. IC 6-3.6-10-9, AS ADDED BY P.L.68-2025,
 16 SECTION 178, IS AMENDED TO READ AS FOLLOWS
 17 [EFFECTIVE MAY 10, 2025 (RETROACTIVE)]: Sec. 9. (a)
 18 Notwithstanding any other law, for bonds, leases, or any other
 19 obligations incurred after May 9, 2025, a county, city, town, and any
 20 other taxing unit may not pledge for payment from tax revenue
 21 received under this article an amount that exceeds an amount equal to
 22 twenty-five percent (25%) of the taxing unit's certified distribution
 23 under this article.
 24 (b) This section expires July 1, ~~2027~~. **2028**.
 25 SECTION 117. IC 6-3.6-11-3, AS AMENDED BY P.L.68-2025,
 26 SECTION 180, IS AMENDED TO READ AS FOLLOWS
 27 [EFFECTIVE JULY 1, 2028]: Sec. 3. (a) This section applies to Lake
 28 County's categorizations, allocations, and distributions under IC 6-3.6-5
 29 (before its expiration).
 30 (b) The rate under the former tax in Lake County that was used for
 31 any of the following shall be categorized under IC 6-3.6-5 (before its
 32 expiration), and the Lake County council may adopt an ordinance
 33 providing that the revenue from the tax rate under this section may be
 34 used for any of the following:
 35 (1) To reduce all property tax levies imposed by the county by the
 36 granting of property tax replacement credits against those
 37 property tax levies.
 38 (2) To provide local property tax replacement credits in Lake
 39 County in the following manner:
 40 (A) The tax revenue under this section that is collected from
 41 taxpayers within a particular municipality in Lake County (as
 42 determined by the department of state revenue based on the



1 department's best estimate) shall be used only to provide a
 2 local property tax credit against property taxes imposed by that
 3 municipality.
 4 (B) The tax revenue under this section that is collected from
 5 taxpayers within the unincorporated area of Lake County (as
 6 determined by the department of state revenue) shall be used
 7 only to provide a local property tax credit against property
 8 taxes imposed by the county. The local property tax credit for
 9 the unincorporated area of Lake County shall be available only
 10 to those taxpayers within the unincorporated area of the
 11 county.
 12 (3) To provide property tax credits in the following manner:
 13 (A) Sixty percent (60%) of the tax revenue shall be used as
 14 provided in subdivision (2).
 15 (B) Forty percent (40%) of the tax revenue shall be used to
 16 provide property tax replacement credits against property tax
 17 levies of the county and each township and municipality in the
 18 county. The percentage of the tax revenue distributed under
 19 this item that shall be used as credits against the county's
 20 levies or against a particular township's or municipality's levies
 21 is equal to the percentage determined by dividing the
 22 population of the county, township, or municipality by the sum
 23 of the total population of the county, each township in the
 24 county, and each municipality in the county.
 25 The Lake County council shall determine whether the credits under
 26 subdivision (1), (2), or (3) shall be provided to homesteads, to all
 27 qualified residential property, or to all taxpayers. The department of
 28 local government finance, with the assistance of the budget agency,
 29 shall certify to the county auditor and the fiscal body of the county and
 30 each township and municipality in the county the amount of property
 31 tax credits under this section. The tax revenue under this section that
 32 is used to provide credits under this section shall be treated for all
 33 purposes as property tax levies but shall not be considered for purposes
 34 of computing the maximum permissible property tax levy under
 35 IC 6-1.1-18.5-3 or the credit under IC 6-1.1-20.6.
 36 (c) Any ordinance adopted under subsection (b) expires December
 37 31, ~~2027~~. **2028**.
 38 (d) This section expires July 1, ~~2028~~. **2031**.
 39 SECTION 118. IC 6-6-5-5, AS AMENDED BY P.L.230-2025,
 40 SECTION 87, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 41 JANUARY 1, 2025 (RETROACTIVE)]: Sec. 5. A person that owns a
 42 vehicle and that is entitled to a property tax deduction under



1 IC 6-1.1-12-13 (**before its expiration**), IC 6-1.1-12-14, or
 2 IC 6-1.1-12-16 (~~before its expiration~~) is entitled to a credit against the
 3 vehicle excise tax as follows: Any remaining deduction from assessed
 4 valuation to which the person is entitled, applicable to property taxes
 5 payable in the year in which the excise tax imposed by this chapter is
 6 due, after allowance of the deduction on real estate and personal
 7 property owned by the person, shall reduce the vehicle excise tax in the
 8 amount of two dollars (\$2) on each one hundred dollars (\$100) of
 9 taxable value or major portion thereof. The county auditor shall, upon
 10 request, furnish a certified statement to the person verifying the credit
 11 allowable under this section, and the statement shall be presented to
 12 and retained by the bureau to support the credit.

13 SECTION 119. IC 6-6-5-5.2, AS AMENDED BY P.L.230-2025,
 14 SECTION 88, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 15 JANUARY 1, 2025 (RETROACTIVE)]: Sec. 5.2. (a) This section
 16 applies to a registration year beginning after December 31, 2013.

17 (b) Subject to subsection (d), an individual may claim a credit
 18 against the tax imposed by this chapter upon a vehicle owned by the
 19 individual if the individual is eligible for the credit under any of the
 20 following:

- 21 (1) The individual meets all the following requirements:
 - 22 (A) The individual served in the military or naval forces of the
 - 23 United States during any of its wars.
 - 24 (B) The individual received an honorable discharge.
 - 25 (C) The individual has a disability with a service connected
 - 26 disability of ten percent (10%) or more.
 - 27 (D) The individual's disability is evidenced by:
 - 28 (i) a pension certificate, an award of compensation, or a
 - 29 disability compensation check issued by the United States
 - 30 Department of Veterans Affairs; or
 - 31 (ii) a certificate of eligibility issued to the individual by the
 - 32 Indiana department of veterans' affairs after the Indiana
 - 33 department of veterans' affairs has determined that the
 - 34 individual's disability qualifies the individual to receive a
 - 35 credit under this section.
 - 36 (E) The individual does not own property to which a property
 - 37 tax deduction may be applied under IC 6-1.1-12-13 (**before its**
 - 38 **expiration**).
- 39 (2) The individual meets all the following requirements:
 - 40 (A) The individual served in the military or naval forces of the
 - 41 United States for at least ninety (90) days.
 - 42 (B) The individual received an honorable discharge.



- 1 (C) The individual either:
 2 (i) has a total disability; or
 3 (ii) is at least sixty-two (62) years of age and has a disability
 4 of at least ten percent (10%).
 5 (D) The individual's disability is evidenced by:
 6 (i) a pension certificate or an award of compensation issued
 7 by the United States Department of Veterans Affairs; or
 8 (ii) a certificate of eligibility issued to the individual by the
 9 Indiana department of veterans' affairs after the Indiana
 10 department of veterans' affairs has determined that the
 11 individual's disability qualifies the individual to receive a
 12 credit under this section.
 13 (E) The individual does not own property to which a property
 14 tax deduction may be applied under IC 6-1.1-12-14.
 15 (3) The individual meets both of the following requirements:
 16 (A) The individual is the surviving spouse of any of the
 17 following:
 18 (i) An individual who would have been eligible for a credit
 19 under this section if the individual had been alive in 2013
 20 and this section had been in effect in 2013.
 21 (ii) An individual who received a credit under this section in
 22 the previous calendar year.
 23 (iii) A World War I veteran.
 24 (B) The individual does not own property to which a property
 25 tax deduction may be applied under IC 6-1.1-12-13 **(before its**
 26 **expiration)**, IC 6-1.1-12-14, or IC 6-1.1-12-16. ~~(before its~~
 27 ~~expiration)~~.
 28 (c) The amount of the credit that may be claimed under this section
 29 is equal to the lesser of the following:
 30 (1) The amount of the excise tax liability for the individual's
 31 vehicle as determined under section 3 or 3.5 of this chapter, as
 32 applicable.
 33 (2) Seventy dollars (\$70).
 34 (d) The maximum number of motor vehicles for which an individual
 35 may claim a credit under this section is two (2).
 36 (e) An individual may not claim a credit under both:
 37 (1) this section; and
 38 (2) section 5 of this chapter.
 39 (f) The credit allowed by this section must be claimed on a form
 40 prescribed by the bureau. An individual claiming the credit must attach
 41 to the form an affidavit from the county auditor stating that the
 42 claimant does not own property to which a property tax deduction may



1 be applied under IC 6-1.1-12-13 (before its expiration),
2 IC 6-1.1-12-14, or IC 6-1.1-12-16. (before its expiration):

3 SECTION 120. IC 6-6-5.1-2, AS AMENDED BY P.L.256-2017,
4 SECTION 43, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
5 UPON PASSAGE]: Sec. 2. The following definitions apply throughout
6 this chapter:

- 7 (1) "Bureau" refers to the bureau of motor vehicles.
- 8 (2) "Mobile home" has the meaning set forth in ~~IC 6-1.1-7-1.~~
9 **IC 9-13-2-103.2. The term includes a manufactured home (as**
10 **defined in IC 9-13-2-96(a)).**
- 11 (3) "Owner" means:
 - 12 (A) in the case of a recreational vehicle, the person in whose
 - 13 name the recreational vehicle is registered under IC 9-18
 - 14 (before its expiration) or IC 9-18.1; or
 - 15 (B) in the case of a truck camper, the person holding title to
 - 16 the truck camper.
- 17 (4) "Recreational vehicle" has the meaning set forth in
- 18 IC 9-13-2-150.
- 19 (5) "Truck camper" has the meaning set forth in IC 9-13-2-188.3.

20 SECTION 121. IC 6-6-6.5-13, AS AMENDED BY P.L.230-2025,
21 SECTION 89, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
22 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 13. (a) As the basis for
23 measuring the tax imposed by this chapter, the department shall
24 classify every taxable aircraft in its proper class according to the
25 following classification plan:

CLASS	DESCRIPTION
A	Piston-driven
B	Piston-driven, and Pressurized
C	Turbine driven or other Powered
D	Homebuilt, Gliders, or Hot Air Balloons

34 (b) The tax imposed under this chapter is based on the age, class,
35 and maximum landing weight of the taxable aircraft. The amount of tax
36 imposed on the taxable aircraft is based on the following table:

Age	Class A	Class B	Class C	Class D
38 0-4	\$.04/lb	\$.065/lb	\$.09/lb	\$.0175/lb
39 5-8	\$.035/lb	\$.055/lb	\$.08/lb	\$.015/lb
40 9-12	\$.03/lb	\$.05/lb	\$.07/lb	\$.0125/lb
41 13-16	\$.025/lb	\$.025/lb	\$.025/lb	\$.01/lb
42 17-25	\$.02/lb	\$.02/lb	\$.02/lb	\$.0075/lb



1 over 25 \$.01/lb \$.01/lb \$.01/lb \$.005/lb
2 (c) An aircraft owner, who sells an aircraft on which the owner has
3 paid the tax imposed under this chapter, is entitled to a credit for the
4 tax paid. The credit equals excise tax paid on the aircraft that was sold,
5 times the lesser of:

- 6 (1) ninety percent (90%); or
- 7 (2) ten percent (10%) times the number of months remaining in
- 8 the registration year after the sale of the aircraft.

9 The credit may only be used to reduce the tax imposed under this
10 chapter on another aircraft purchased by that owner during the
11 registration year in which the credit accrues. A person may not receive
12 a refund for a credit under this subsection.

13 (d) A person who is entitled to a property tax deduction under
14 IC 6-1.1-12-13 (**before its expiration**) or IC 6-1.1-12-14 is entitled to
15 a credit against the tax imposed on the person's aircraft under this
16 chapter. The credit equals the amount of the property tax deduction to
17 which the person is entitled under IC 6-1.1-12-13 (**before its**
18 **expiration**) and IC 6-1.1-12-14 minus the amount of that deduction
19 used to offset the person's property taxes or vehicle excise taxes, times
20 seven hundredths (.07). The credit may not exceed the amount of the
21 tax due under this chapter. The county auditor shall, upon the person's
22 request, furnish a certified statement showing the credit allowable
23 under this subsection. The department may not allow a credit under this
24 subsection until the auditor's statement has been filed in the
25 department's office.

26 SECTION 122. IC 6-9-18-3, AS AMENDED BY THE
27 TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL
28 ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
29 JULY 1, 2026]: Sec. 3. (a) The fiscal body of a county may levy a tax
30 on every person engaged in the business of renting or furnishing, for
31 periods of less than thirty (30) days, any room or rooms, lodgings, or
32 accommodations in any:

- 33 (1) hotel;
- 34 (2) motel;
- 35 (3) boat motel;
- 36 (4) inn;
- 37 (5) college or university memorial union;
- 38 (6) college or university residence hall or dormitory; or
- 39 (7) tourist cabin;

40 located in the county.

41 (b) The tax does not apply to gross income received in a transaction
42 in which:



- 1 (1) a student rents lodgings in a college or university residence
- 2 hall while that student participates in a course of study for which
- 3 the student receives college credit from a college or university
- 4 located in the county; or
- 5 (2) a person rents a room, lodging, or accommodations for a
- 6 period of thirty (30) days or more.
- 7 (c) The tax may not exceed:
- 8 (1) the rate of five percent (5%) in a county other than a county
- 9 subject to subdivision (2), (3), ~~or (4)~~, **or (5)**;
- 10 (2) after June 30, 2019, and except as provided in section 6.7 of
- 11 this chapter, the rate of eight percent (8%) in Howard County; ~~or~~
- 12 (3) after June 30, 2021, the rate of nine percent (9%) in Daviess
- 13 County;
- 14 **(4) after June 30, 2026, the rate of eight percent (8%) in**
- 15 **DeKalb County; or**
- 16 **(5) after June 30, 2026, the rate of eight percent (8%) in Noble**
- 17 **County.**

18 The tax is imposed on the gross retail income derived from lodging
 19 income only and is in addition to the state gross retail tax imposed
 20 under IC 6-2.5.

21 (d) The county fiscal body may adopt an ordinance to require that
 22 the tax shall be paid monthly to the county treasurer. If such an
 23 ordinance is adopted, the tax shall be paid to the county treasurer not
 24 more than twenty (20) days after the end of the month the tax is
 25 collected. If such an ordinance is not adopted, the tax shall be imposed,
 26 paid, and collected in exactly the same manner as the state gross retail
 27 tax is imposed, paid, and collected under IC 6-2.5.

28 (e) All of the provisions of IC 6-2.5 relating to rights, duties,
 29 liabilities, procedures, penalties, definitions, exemptions, and
 30 administration are applicable to the imposition and administration of
 31 the tax imposed under this section except to the extent those provisions
 32 are in conflict or inconsistent with the specific provisions of this
 33 chapter or the requirements of the county treasurer. If the tax is paid to
 34 the department of state revenue, the return to be filed for the payment
 35 of the tax under this section may be either a separate return or may be
 36 combined with the return filed for the payment of the state gross retail
 37 tax as the department of state revenue may, by rule, determine.

38 (f) If the tax is paid to the department of state revenue, the amounts
 39 received from the tax imposed under this section shall be paid monthly
 40 by the treasurer of state to the county treasurer upon warrants issued by
 41 the state comptroller.

42 SECTION 123. IC 6-9-32-3, AS AMENDED BY P.L.9-2024,



1 SECTION 245, IS AMENDED TO READ AS FOLLOWS
 2 [EFFECTIVE JULY 1, 2026]: Sec. 3. (a) The fiscal body of a county
 3 may levy a tax on every person engaged in the business of renting or
 4 furnishing, for periods of less than thirty (30) days, any room or rooms,
 5 lodgings, or accommodations in any:

- 6 (1) hotel;
 7 (2) motel;
 8 (3) boat motel;
 9 (4) inn; or
 10 (5) tourist cabin;

11 located in the county.

12 (b) The tax does not apply to gross income received in a transaction
 13 in which a person rents a room, lodging, or accommodations for a
 14 period of thirty (30) days or more.

15 (c) The tax may not exceed the rate of ~~five percent (5%)~~ **eight**
 16 **percent (8%)** on the gross retail income derived from lodging income
 17 only and is in addition to the state gross retail tax imposed under
 18 IC 6-2.5.

19 (d) The county fiscal body may adopt an ordinance to require that
 20 the tax shall be paid monthly to the county treasurer. If such an
 21 ordinance is adopted, the tax shall be paid to the county treasurer not
 22 more than twenty (20) days after the end of the month the tax is
 23 collected. If such an ordinance is not adopted, the tax shall be imposed,
 24 paid, and collected in exactly the same manner as the state gross retail
 25 tax is imposed, paid, and collected under IC 6-2.5.

26 (e) All of the provisions of IC 6-2.5 relating to rights, duties,
 27 liabilities, procedures, penalties, definitions, exemptions, and
 28 administration are applicable to the imposition and administration of
 29 the tax imposed under this section except to the extent those provisions
 30 are in conflict or inconsistent with the specific provisions of this
 31 chapter or the requirements of the county treasurer. If the tax is paid to
 32 the department of state revenue, the return to be filed for the payment
 33 of the tax under this section may be either a separate return or may be
 34 combined with the return filed for the payment of the state gross retail
 35 tax as the department of state revenue may, by rule, determine.

36 (f) If the tax is paid to the department of state revenue, the amounts
 37 received from the tax imposed under this section shall be paid monthly
 38 by the treasurer of state to the county treasurer upon warrants issued by
 39 the state comptroller.

40 SECTION 124. IC 6-9-78.2 IS ADDED TO THE INDIANA CODE
 41 AS A **NEW** CHAPTER TO READ AS FOLLOWS [EFFECTIVE
 42 UPON PASSAGE]:

HB 1210—LS 6805/DI 134



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Chapter 78.2. Rush County Food and Beverage Tax

Sec. 1. This chapter applies to Rush County.

Sec. 2. The definitions in IC 6-9-12-1 apply throughout this chapter.

Sec. 3. (a) The fiscal body of the county may adopt an ordinance on or before December 31, 2026, to impose an excise tax, known as the county food and beverage tax, on transactions described in section 4 of this chapter. The fiscal body of the county may adopt an ordinance under this subsection only after the county fiscal body has previously held at least one (1) separate public hearing in which a discussion of the proposed ordinance to impose the county food and beverage tax is the only substantive issue on the agenda for the public hearing.

(b) If the county fiscal body adopts an ordinance under subsection (a), the county fiscal body shall immediately send a certified copy of the ordinance to the department of state revenue.

(c) If the county fiscal body adopts an ordinance under subsection (a), the county food and beverage tax applies to transactions that occur after the later of the following:

- (1) The day specified in the ordinance.**
- (2) The last day of the month that succeeds the month in which the ordinance is adopted.**

Sec. 4. (a) Except as provided in subsection (c), a tax imposed under section 3 of this chapter applies to a transaction in which food or beverage is furnished, prepared, or served:

- (1) for consumption at a location or on equipment provided by a retail merchant;**
- (2) in the county in which the tax is imposed; and**
- (3) by a retail merchant for consideration.**

(b) Transactions described in subsection (a)(1) include transactions in which food or beverage is:

- (1) served by a retail merchant off the merchant's premises;**
- (2) sold in a heated state or heated by a retail merchant;**
- (3) made of two (2) or more food ingredients, mixed or combined by a retail merchant for sale as a single item (other than food that is only cut, repackaged, or pasteurized by the seller, and eggs, fish, meat, poultry, and foods containing these raw animal foods requiring cooking by the consumer as recommended by the federal Food and Drug Administration in chapter 3, subpart 3-401.11 of its Food Code so as to prevent food borne illnesses); or**
- (4) sold with eating utensils provided by a retail merchant,**



1 including plates, knives, forks, spoons, glasses, cups, napkins,
 2 or straws (for purposes of this subdivision, a plate does not
 3 include a container or package used to transport food).
 4 (c) The county food and beverage tax does not apply to the
 5 furnishing, preparing, or serving of a food or beverage in a
 6 transaction that is exempt, or to the extent the transaction is
 7 exempt, from the state gross retail tax imposed by IC 6-2.5.
 8 **Sec. 5. The county food and beverage tax rate:**
 9 (1) must be imposed in an increment of twenty-five
 10 hundredths percent (0.25%); and
 11 (2) may not exceed one percent (1%);
 12 of the gross retail income received by the merchant from the food
 13 or beverage transaction described in section 4 of this chapter. For
 14 purposes of this chapter, the gross retail income received by the
 15 retail merchant from a transaction does not include the amount of
 16 tax imposed on the transaction under IC 6-2.5.
 17 **Sec. 6. A tax imposed under this chapter is imposed, paid, and**
 18 **collected in the same manner that the state gross retail tax is**
 19 **imposed, paid, and collected under IC 6-2.5. However, the return**
 20 **to be filed with the payment of the tax imposed under this chapter**
 21 **may be made on a separate return or may be combined with the**
 22 **return filed for the payment of the state gross retail tax, as**
 23 **prescribed by the department of state revenue.**
 24 **Sec. 7. The amounts received from the tax imposed under this**
 25 **chapter shall be paid monthly by the treasurer of state to the**
 26 **county fiscal officer upon warrants issued by the state comptroller.**
 27 **Sec. 8. (a) If a tax is imposed under section 3 of this chapter by**
 28 **the county, the county fiscal officer shall establish a food and**
 29 **beverage tax receipts fund.**
 30 **(b) The county fiscal officer shall deposit in the fund all amounts**
 31 **received under this chapter.**
 32 **(c) Money earned from the investment of money in the fund**
 33 **becomes a part of the fund.**
 34 **Sec. 9. Money in the food and beverage tax receipts fund must**
 35 **be used by the county only for the following purposes:**
 36 **(1) Economic development and tourism related purposes or**
 37 **facilities, including the purchase of land for economic**
 38 **development or tourism related purposes.**
 39 **(2) The pledge of money under IC 5-1-14-4 for bonds, leases,**
 40 **or other obligations incurred for a purpose described in**
 41 **subdivision (1).**
 42 **Revenue derived from the imposition of a tax under this chapter**



1 may be treated by the county as additional revenue for the purpose
 2 of fixing its budget for the budget year during which the revenues
 3 are to be distributed to the county.
 4 **Sec. 10.** With respect to obligations for which a pledge has been
 5 made under section 9 of this chapter, the general assembly
 6 covenants with the holders of the obligations that this chapter will
 7 not be repealed or amended in a manner that will adversely affect
 8 the imposition or collection of the tax imposed under this chapter
 9 if the payment of any of the obligations is outstanding.
 10 **Sec. 11. (a)** If the county imposes the tax authorized by this
 11 chapter, the tax terminates on July 1, 2049.
 12 **(b)** This chapter expires July 1, 2049.
 13 SECTION 125. IC 6-9-78.3 IS ADDED TO THE INDIANA CODE
 14 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
 15 JULY 1, 2026]:
 16 **Chapter 78.3. Greendale Food and Beverage Tax**
 17 **Sec. 1.** This chapter applies to the city of Greendale.
 18 **Sec. 2.** The definitions in IC 6-9-12-1 apply throughout this
 19 chapter.
 20 **Sec. 3. (a)** The fiscal body of the city may adopt an ordinance to
 21 impose an excise tax, known as the city food and beverage tax, on
 22 transactions described in section 4 of this chapter. The fiscal body
 23 of the city may adopt an ordinance under this subsection only after
 24 the city fiscal body has previously:
 25 (1) adopted a resolution in support of the proposed city food
 26 and beverage tax; and
 27 (2) held at least one (1) separate public hearing in which a
 28 discussion of the proposed ordinance to impose the city food
 29 and beverage tax is the only substantive issue on the agenda
 30 for the public hearing.
 31 **(b)** If the city fiscal body adopts an ordinance under subsection
 32 **(a)**, the city fiscal body shall immediately send a certified copy of
 33 the ordinance to the department of state revenue.
 34 **(c)** If the city fiscal body adopts an ordinance under subsection
 35 **(a)**, the city food and beverage tax applies to transactions that
 36 occur after the last day of the month following the month in which
 37 the ordinance is adopted.
 38 **Sec. 4. (a)** Except as provided in subsection **(c)**, a tax imposed
 39 under section 3 of this chapter applies to a transaction in which
 40 food or beverage is furnished, prepared, or served:
 41 (1) for consumption at a location or on equipment provided by
 42 a retail merchant;



1 (2) in the city; and
2 (3) by a retail merchant for consideration.
3 (b) Transactions described in subsection (a)(1) include
4 transactions in which food or beverage is:
5 (1) served by a retail merchant off the merchant's premises;
6 (2) sold in a heated state or heated by a retail merchant;
7 (3) made of two (2) or more food ingredients, mixed or
8 combined by a retail merchant for sale as a single item (other
9 than food that is only cut, repackaged, or pasteurized by the
10 seller, and eggs, fish, meat, poultry, and foods containing these
11 raw animal foods requiring cooking by the consumer as
12 recommended by the federal Food and Drug Administration
13 in chapter 3, subpart 3-401.11 of its Food Code so as to
14 prevent food borne illnesses); or
15 (4) sold with eating utensils provided by a retail merchant,
16 including plates, knives, forks, spoons, glasses, cups, napkins,
17 or straws (for purposes of this subdivision, a plate does not
18 include a container or package used to transport the food).
19 (c) The city food and beverage tax does not apply to the
20 furnishing, preparing, or serving of a food or beverage in a
21 transaction that is exempt, or to the extent the transaction is
22 exempt, from the state gross retail tax imposed by IC 6-2.5.
23 Sec. 5. The city food and beverage tax rate:
24 (1) must be imposed in an increment of twenty-five
25 hundredths percent (0.25%); and
26 (2) may not exceed one percent (1%);
27 of the gross retail income received by the merchant from the food
28 or beverage transaction described in section 4 of this chapter. For
29 purposes of this chapter, the gross retail income received by the
30 retail merchant from a transaction does not include the amount of
31 tax imposed on the transaction under IC 6-2.5.
32 Sec. 6. A tax imposed under this chapter shall be imposed, paid,
33 and collected in the same manner that the state gross retail tax is
34 imposed, paid, and collected under IC 6-2.5. However, the return
35 to be filed with the payment of the tax imposed under this chapter
36 may be made on a separate return or may be combined with the
37 return filed for the payment of the state gross retail tax, as
38 prescribed by the department of state revenue.
39 Sec. 7. The amounts received from the tax imposed under this
40 chapter shall be paid monthly by the treasurer of state to the city
41 fiscal officer upon warrants issued by the state comptroller.
42 Sec. 8. (a) If a tax is imposed under section 3 of this chapter by



1 the city, the city fiscal officer shall establish a food and beverage
 2 tax receipts fund.
 3 (b) The city fiscal officer shall deposit in the fund all amounts
 4 received under this chapter.
 5 (c) Money earned from the investment of money in the fund
 6 becomes a part of the fund.
 7 **Sec. 9. Money in the food and beverage tax receipts fund must**
 8 **be used by the city only for the following purposes:**
 9 (1) Park and recreation purposes, including the purchase of
 10 land for park and recreation purposes.
 11 (2) Economic development and tourism related purposes or
 12 facilities, including the purchase of land for economic
 13 development or tourism related purposes.
 14 (3) The pledge of money under IC 5-1-14-4 for bonds, leases,
 15 or other obligations incurred for a purpose described in
 16 subdivisions (1) and (2).
 17 **Sec. 10. With respect to obligations for which a pledge has been**
 18 **made under section 9 of this chapter, the general assembly**
 19 **covenants with the holders of the obligations that this chapter will**
 20 **not be repealed or amended in a manner that will adversely affect**
 21 **the imposition or collection of the tax imposed under this chapter**
 22 **if the payment of any of the obligations is outstanding.**
 23 **Sec. 11. (a) If the city imposes the tax authorized by this chapter,**
 24 **the tax terminates on January 1, 2048.**
 25 **(b) This chapter expires January 1, 2048.**
 26 SECTION 126. IC 8-22-3.5-11, AS AMENDED BY P.L.86-2018,
 27 SECTION 144, IS AMENDED TO READ AS FOLLOWS
 28 [EFFECTIVE UPON PASSAGE]: Sec. 11. (a) The state board of
 29 accounts and the department of local government finance shall make
 30 the rules and prescribe the forms and procedures that the state board of
 31 accounts and department consider appropriate for the implementation
 32 of this chapter.
 33 (b) After each reassessment under IC 6-1.1-4, the ~~department of~~
 34 ~~local government finance~~ **county auditor** shall, **on forms prescribed**
 35 **by the department of local government finance**, adjust the base
 36 assessed value (as defined in section 9 of this chapter) one (1) time to
 37 neutralize any effect of the reassessment on the property tax proceeds
 38 allocated to the airport development zone's special funds under section
 39 9 of this chapter.
 40 (c) After each annual adjustment under IC 6-1.1-4-4.5, the
 41 ~~department of local government finance~~ **county auditor** shall, **on**
 42 **forms prescribed by the department of local government finance,**



1 adjust the base assessed value (as defined in section 9 of this chapter)
 2 to neutralize any effect of the annual adjustment on the property tax
 3 proceeds allocated to the airport development zone's special funds
 4 under section 9 of this chapter.

5 **(d) The county auditor shall, in the manner prescribed by the**
 6 **department of local government finance, submit the forms**
 7 **required by this section to the department of local government**
 8 **finance no later than July 15 of each year. If the county auditor**
 9 **fails to submit the forms by the deadline under this subsection, the**
 10 **county auditor shall allocate five percent (5%) of the assessed**
 11 **value in the allocation area that is used to calculate the allocation**
 12 **and distribution of allocated tax proceeds under this section to the**
 13 **respective taxing units. However, if the commission notifies the**
 14 **county auditor and the department of local government finance, no**
 15 **later than July 15, that it is unable to meet its debt service**
 16 **obligations with regard to the allocation area without all or part of**
 17 **the allocated tax proceeds attributed to the assessed value that has**
 18 **been allocated to the respective taxing units, then the county**
 19 **auditor may not allocate five percent (5%) of the assessed value in**
 20 **the allocation area that is used to calculate the allocation and**
 21 **distribution of allocated tax proceeds under this section to the**
 22 **respective taxing units.**

23 SECTION 127. IC 9-13-2-96, AS AMENDED BY P.L.42-2025,
 24 SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 25 UPON PASSAGE]: Sec. 96. (a) "Manufactured home", means, except
 26 as provided in subsections (b) and (c), a structure that:

- 27 (1) is assembled in a factory;
- 28 (2) bears a seal certifying that it was built in compliance with the
- 29 federal Manufactured Housing Construction and Safety Standards
- 30 Law (42 U.S.C. 5401 et seq.);
- 31 (3) is designed to be transported from the factory to another site
- 32 in one (1) or more units;
- 33 (4) is suitable for use as a dwelling in any season; and
- 34 (5) is more than thirty-five (35) feet long.

35 The term does not include a vehicle described in section 150(a)(2) of
 36 this chapter.

37 (b) "Manufactured home", for purposes of IC 9-17-6, means either
 38 of the following:

- 39 (1) A structure having the meaning set forth in the federal
- 40 Manufactured Housing Construction and Safety Standards Law of
- 41 1974 (42 U.S.C. 5401 et seq.);
- 42 (2) A mobile home.



1 This subsection expires June 30, 2016; subsection (b), has the
2 meaning set forth in 42 U.S.C. 5402(6), as amended. However, the
3 term also includes a structure that meets the definition and is more
4 than thirty-five (35) body feet in length but less than forty (40)
5 body feet in length.

6 (e) (b) "Manufactured home", for purposes of IC 9-22-1.7, has the
7 meaning set forth in IC 9-22-1.7-2.

8 SECTION 128. IC 9-22-1.5-1, AS AMENDED BY P.L.256-2017,
9 SECTION 163, IS AMENDED TO READ AS FOLLOWS
10 [EFFECTIVE UPON PASSAGE]: Sec. 1. As used in this chapter,
11 "mobile home" means a nonself-propelled vehicle designed for
12 occupancy as a dwelling or sleeping place; has the meaning set forth
13 in IC 9-13-2-103.2. The term includes a manufactured home (as
14 defined in IC 9-13-2-96(a)).

15 SECTION 129. IC 9-22-1.7-2, AS ADDED BY P.L.198-2016,
16 SECTION 377, IS AMENDED TO READ AS FOLLOWS
17 [EFFECTIVE UPON PASSAGE]: Sec. 2. As used in this chapter,
18 "manufactured home" means either of the following:

19 (1) A nonself-propelled vehicle designed for occupancy as a
20 dwelling or sleeping place. A manufactured home as defined in
21 IC 9-13-2-96(a).

22 (2) A dwelling, including the equipment sold as a part of the
23 dwelling, that:

- 24 (A) is factory assembled;
- 25 (B) is transportable;
- 26 (C) is intended for year-round occupancy;
- 27 (D) is designed for transportation on its own chassis; and
- 28 (E) was manufactured before the effective date of the federal
29 Manufactured Housing Construction and Safety Standards
30 Law of 1974 (42 U.S.C. 5401 et seq.); A mobile home (as
31 defined in IC 9-13-2-103.2).

32 SECTION 130. IC 16-18-2-215.5, AS ADDED BY P.L.87-2005,
33 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
34 UPON PASSAGE]: Sec. 215.5. "Manufactured home", for purposes of
35 IC 16-41-27, has the meaning set forth in ~~IC 22-12-1-16~~
36 IC 9-13-2-96(a). The term includes a mobile home (as defined in
37 IC 9-13-2-103.2).

38 SECTION 131. IC 16-18-2-238 IS AMENDED TO READ AS
39 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 238. "Mobile
40 home", for purposes of IC 16-41-27, has meaning set forth in
41 ~~IC 16-41-27-4~~. IC 9-13-2-103.2. The term includes a manufactured
42 home (as defined in IC 9-13-2-96(a)).



1 SECTION 132. IC 16-41-27-3.5, AS ADDED BY P.L.87-2005,
 2 SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 3 UPON PASSAGE]: Sec. 3.5. As used in this chapter, "manufactured
 4 home" has the meaning set forth in ~~IC 22-12-1-16~~. **IC 9-13-2-96(a).**
 5 **The term includes a mobile home (as defined in IC 9-13-2-103.2).**

6 SECTION 133. IC 16-41-27-4, AS AMENDED BY P.L.87-2005,
 7 SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 8 UPON PASSAGE]: Sec. 4. As used in this chapter, "mobile home"
 9 means a dwelling, including the equipment sold as a part of the
 10 dwelling, that:

- 11 (1) is factory assembled;
- 12 (2) is transportable;
- 13 (3) is intended for year-round occupancy;
- 14 (4) is designed for transportation on its own chassis; and
- 15 (5) was manufactured before the effective date of the federal
 16 Manufactured Housing Construction and Safety Standards Law of
 17 1974 (42 U.S.C. 5401 et seq.); **has the meaning set forth in**
 18 **IC 9-13-2-103.2. The term includes a manufactured home (as**
 19 **defined in IC 9-13-2-96(a)).**

20 SECTION 134. IC 22-12-1-14 IS AMENDED TO READ AS
 21 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 14. "Industrialized
 22 building system" means any part of a building or other structure that is
 23 in whole or in substantial part fabricated in an off-site manufacturing
 24 facility for installation or assembly at the building site as part of a Class
 25 1 structure, a Class 2 structure, or another building or structure.
 26 However, the term does not include a mobile structure, a
 27 **manufactured home**, or a system that is capable of inspection at the
 28 building site.

29 SECTION 135. IC 22-12-1-16, AS AMENDED BY P.L.198-2016,
 30 SECTION 651, IS AMENDED TO READ AS FOLLOWS
 31 [EFFECTIVE UPON PASSAGE]: Sec. 16. "Manufactured home" has
 32 the meaning set forth in 42 U.S.C. 5402 as it existed on January 1,
 33 2003: **IC 9-13-2-96(a).** The term includes a mobile home (as defined
 34 in ~~IC 16-41-27-4~~): **as defined in IC 9-13-2-103.2.**

35 SECTION 136. IC 22-12-1-17, AS AMENDED BY P.L.101-2006,
 36 SECTION 31, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 37 UPON PASSAGE]: Sec. 17. (a) "Mobile structure" means any part of
 38 a fabricated unit that is designed to be:

- 39 (1) towed ~~on its own~~ **with or without a permanent** chassis; and
- 40 (2) connected to utilities for year-round occupancy or use as a
 41 Class 1 structure, a Class 2 structure, or another structure.
- 42 (b) The term includes the following:



- 1 (1) Two (2) or more components that can be retracted for towing
- 2 purposes and subsequently expanded for additional capacity.
- 3 (2) Two (2) or more units that are separately towable but designed
- 4 to be joined into one (1) integral unit.
- 5 (3) One (1) or more units that include a hoisting and lowering
- 6 mechanism equipped with a platform that:
- 7 (A) moves between two (2) or more landings; and
- 8 (B) is used to transport one (1) or more individuals.
- 9 SECTION 137. IC 25-23.7-2-7, AS AMENDED BY P.L.87-2005,
- 10 SECTION 33, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 11 UPON PASSAGE]: Sec. 7. "Manufactured home" ~~means a:~~
- 12 ~~(1) dwelling meeting the definition set forth in IC 22-12-1-16; or~~
- 13 ~~(2) mobile home being installed in a mobile home community.~~
- 14 **has the meaning set forth in IC 9-13-2-96(a). The term**
- 15 **includes a mobile home (as defined in IC 9-13-2-103.2).**
- 16 SECTION 138. IC 25-23.7-2-7.5, AS ADDED BY P.L.87-2005,
- 17 SECTION 34, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 18 UPON PASSAGE]: Sec. 7.5. "Mobile home" has the meaning set forth
- 19 in ~~IC 16-41-27-4.~~ **IC 9-13-2-103.2. The term includes a**
- 20 **manufactured home (as defined in IC 9-13-2-96(a)).**
- 21 SECTION 139. IC 25-23.7-3-8, AS AMENDED BY P.L.84-2016,
- 22 SECTION 108, IS AMENDED TO READ AS FOLLOWS
- 23 [EFFECTIVE UPON PASSAGE]: Sec. 8. The board shall:
- 24 (1) enforce and administer this article;
- 25 (2) adopt rules under IC 4-22-2 for the administration and
- 26 enforcement of this article, including competency standards and
- 27 a code of ethics for licensed installers;
- 28 (3) prescribe the requirements for and the form of licenses issued
- 29 or renewed under this article;
- 30 (4) issue, deny, suspend, and revoke licenses in accordance with
- 31 this article;
- 32 (5) in accordance with IC 25-1-7, investigate and prosecute
- 33 complaints involving licensees or individuals the board has
- 34 reason to believe should be licensees, including complaints
- 35 concerning the failure to comply with this article or rules adopted
- 36 under this article;
- 37 (6) bring actions in the name of the state of Indiana in an
- 38 appropriate circuit court, superior court, or probate court to
- 39 enforce compliance with this article or rules adopted under this
- 40 article;
- 41 (7) establish fees in accordance with IC 25-1-8;
- 42 (8) inspect the records of a licensee in accordance with rules



1 adopted by the board;
2 (9) conduct or designate a board member or other representative
3 to conduct public hearings on any matter for which a hearing is
4 required under this article and to exercise all powers granted
5 under IC 4-21.5; ~~and~~
6 (10) maintain the board's office, files, records, and property in the
7 city of Indianapolis; ~~and~~
8 **(11) ensure any certification or recertification required by 42**
9 **U.S.C. 5403, as amended, or any other provision of the federal**
10 **Manufactured Housing Construction and Safety Standards**
11 **Law (42 U.S.C. 5401 et seq.), is submitted to or has been**
12 **included in a plan submitted to the secretary of the United**
13 **States Department of Housing and Urban Development.**
14 SECTION 140. IC 26-1-9.1-102, AS AMENDED BY P.L. 199-2023,
15 SECTION 40, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
16 UPON PASSAGE]: Sec. 102. (a) In IC 26-1-9.1:
17 (1) "Accession" means goods that are physically united with other
18 goods in such a manner that the identity of the original goods is
19 not lost.
20 (2) "Account", except as used in "account for", "account
21 statement", "account to", "commodity account" in subdivision
22 (14), "customer's account", "deposit account" in subdivision (29),
23 "on account of", and "statement of account", means a right to
24 payment of a monetary obligation, whether or not earned by
25 performance:
26 (A) for property that has been or is to be sold, leased, licensed,
27 assigned, or otherwise disposed of;
28 (B) for services rendered or to be rendered;
29 (C) for a policy of insurance issued or to be issued;
30 (D) for a secondary obligation incurred or to be incurred;
31 (E) for energy provided or to be provided;
32 (F) for the use or hire of a vessel under a charter or other
33 contract;
34 (G) arising out of the use of a credit or charge card or
35 information contained on or for use with the card; or
36 (H) as winnings in a lottery or other game of chance operated
37 or sponsored by a state other than Indiana, a governmental unit
38 of a state, or a person licensed or authorized to operate the
39 game by a state or governmental unit of a state.
40 The term does not include a right to a payment of a prize awarded
41 by the state lottery commission in the Indiana state lottery
42 established under IC 4-30. The term includes controllable



- 1 accounts and health-care-insurance receivables. The term does
 2 not include (i) chattel paper, (ii) commercial tort claims, (iii)
 3 deposit accounts, (iv) investment property, (v) letter-of-credit
 4 rights or letters of credit, (vi) rights to payment for money or
 5 funds advanced or sold, other than rights arising out of the use of
 6 a credit or charge card or information contained on or for use with
 7 the card, or (vii) rights to payment evidenced by an instrument.
- 8 (3) "Account debtor" means a person obligated on an account,
 9 chattel paper, or general intangible. The term does not include
 10 persons obligated to pay a negotiable instrument, even if the
 11 negotiable instrument evidences chattel paper.
- 12 (4) "Accounting", except as used in "accounting for", means a
 13 record:
- 14 (A) signed by a secured party;
 - 15 (B) indicating the aggregate unpaid secured obligations as of
 16 a date not more than thirty-five (35) days earlier or thirty-five
 17 (35) days later than the date of the record; and
 - 18 (C) identifying the components of the obligations in
 19 reasonable detail.
- 20 (5) "Agricultural lien" means an interest, other than a security
 21 interest, in farm products:
- 22 (A) that secures payment or performance of an obligation for:
 23 (i) goods or services furnished in connection with a debtor's
 24 farming operation; or
 25 (ii) rent on real property leased by a debtor in connection
 26 with the debtor's farming operation;
 - 27 (B) that is created by statute in favor of a person that:
 28 (i) in the ordinary course of its business furnished goods or
 29 services to a debtor in connection with the debtor's farming
 30 operation; or
 31 (ii) leased real property to a debtor in connection with the
 32 debtor's farming operation; and
 - 33 (C) whose effectiveness does not depend on the person's
 34 possession of the personal property.
- 35 (6) "As-extracted collateral" means:
- 36 (A) oil, gas, or other minerals that are subject to a security
 37 interest that:
 38 (i) is created by a debtor having an interest in the minerals
 39 before extraction; and
 40 (ii) attaches to the minerals as extracted; or
 - 41 (B) accounts arising out of the sale at the wellhead or
 42 minehead of oil, gas, or other minerals in which the debtor had



- 1 an interest before extraction.
- 2 (7) The following terms have the following meanings:
- 3 (A) "Assignee", except as used in "assignee for benefit of
- 4 creditors", means a person (i) in whose favor a security interest
- 5 that secures an obligation is created or provided for under a
- 6 security agreement, whether or not the obligation is
- 7 outstanding or (ii) to which an account, chattel paper, payment
- 8 intangible, or promissory note has been sold. The term
- 9 includes a person to which a security interest has been
- 10 transferred by a secured party.
- 11 (B) "Assignor" means a person that (i) under a security
- 12 agreement creates or provides for a security interest that
- 13 secures an obligation or (ii) sells an account, chattel paper,
- 14 payment intangible, or promissory note. The term includes a
- 15 secured party that has transferred a security interest to another
- 16 person.
- 17 (8) "Bank" means an organization that is engaged in the business
- 18 of banking. The term includes savings banks, savings and loan
- 19 associations, credit unions, and trust companies.
- 20 (9) "Cash proceeds" means proceeds that are money, checks,
- 21 deposit accounts, or the like.
- 22 (10) "Certificate of title" means a certificate of title with respect
- 23 to which a statute provides for the security interest in question to
- 24 be indicated on the certificate as a condition or result of the
- 25 security interest's obtaining priority over the rights of a lien
- 26 creditor with respect to the collateral. The term includes another
- 27 record maintained as an alternative to a certificate of title by the
- 28 governmental unit that issues certificates of title if a statute
- 29 permits the security interest in question to be indicated on the
- 30 record as a condition or result of the security interest's obtaining
- 31 priority over the rights of a lien creditor with respect to the
- 32 collateral.
- 33 (11) "Chattel paper" means:
- 34 (A) a right to payment of a monetary obligation secured by
- 35 specific goods, if the right to payment and security interest are
- 36 evidenced by a record; or
- 37 (B) a right to payment of a monetary obligation owed by a
- 38 lessee under a lease agreement with respect to specific goods
- 39 and a monetary obligation owed by the lessee in connection
- 40 with the transaction giving rise to the lease if:
- 41 (i) the right to payment and lease agreement are evidenced
- 42 by a record; and



- 1 (ii) the predominant purpose of the transaction giving rise to
 2 the lease was to give the lessee the right to possession and
 3 use of the goods.
 4 The term does not include a right to payment arising out of a
 5 charter or other contract involving the use or hire of a vessel, or
 6 a right to payment arising out of the use of a credit or charge card
 7 or information contained on or for use with the card.
 8 (12) "Collateral" means the property subject to a security interest
 9 or agricultural lien. The term includes:
 10 (A) proceeds to which a security interest attaches;
 11 (B) accounts, chattel paper, payment intangibles, and
 12 promissory notes that have been sold; and
 13 (C) goods that are the subject of a consignment.
 14 (13) "Commercial tort claim" means a claim arising in tort with
 15 respect to which:
 16 (A) the claimant is an organization; or
 17 (B) the claimant is an individual and the claim:
 18 (i) arose in the course of the claimant's business or
 19 profession; and
 20 (ii) does not include damages arising out of personal injury
 21 to or the death of an individual.
 22 (14) "Commodity account" means an account maintained by a
 23 commodity intermediary in which a commodity contract is carried
 24 for a commodity customer.
 25 (15) "Commodity contract" means a commodity futures contract,
 26 an option on a commodity futures contract, a commodity option,
 27 or another contract if the contract or option is:
 28 (A) traded on or subject to the rules of a board of trade that has
 29 been designated as a contract market for such a contract
 30 pursuant to federal commodities laws; or
 31 (B) traded on a foreign commodity board of trade, exchange,
 32 or market, and is carried on the books of a commodity
 33 intermediary for a commodity customer.
 34 (16) "Commodity customer" means a person for which a
 35 commodity intermediary carries a commodity contract on its
 36 books.
 37 (17) "Commodity intermediary" means a person that:
 38 (A) is registered as a futures commission merchant under
 39 federal commodities law; or
 40 (B) in the ordinary course of its business provides clearance or
 41 settlement services for a board of trade that has been
 42 designated as a contract market pursuant to federal



- 1 commodities law.
- 2 (18) "Communicate" means:
- 3 (A) to send a written or other tangible record;
- 4 (B) to transmit a record by any means agreed upon by the
- 5 persons sending and receiving the record; or
- 6 (C) in the case of transmission of a record to or by a filing
- 7 office, to transmit a record by any means prescribed by
- 8 filing-office rule.
- 9 (19) "Consignee" means a merchant to which goods are delivered
- 10 in a consignment.
- 11 (20) "Consignment" means a transaction, regardless of its form,
- 12 in which a person delivers goods to a merchant for the purpose of
- 13 sale and:
- 14 (A) the merchant:
- 15 (i) deals in goods of that kind under a name other than the
- 16 name of the person making delivery;
- 17 (ii) is not an auctioneer; and
- 18 (iii) is not generally known by its creditors to be
- 19 substantially engaged in selling the goods of others;
- 20 (B) with respect to each delivery, the aggregate value of the
- 21 goods is one thousand dollars (\$1,000) or more at the time of
- 22 delivery;
- 23 (C) the goods are not consumer goods immediately before
- 24 delivery; and
- 25 (D) the transaction does not create a security interest that
- 26 secures an obligation.
- 27 (21) "Consignor" means a person that delivers goods to a
- 28 consignee in a consignment.
- 29 (22) "Consumer debtor" means a debtor in a consumer
- 30 transaction.
- 31 (23) "Consumer goods" means goods that are used or bought for
- 32 use primarily for personal, family, or household purposes.
- 33 (24) "Consumer-goods transaction" means a consumer transaction
- 34 in which:
- 35 (A) an individual incurs an obligation primarily for personal,
- 36 family, or household purposes; and
- 37 (B) a security interest in consumer goods secures the
- 38 obligation.
- 39 (25) "Consumer obligor" means an obligor who is an individual
- 40 and who incurred the obligation as part of a transaction entered
- 41 into primarily for personal, family, or household purposes.
- 42 (26) "Consumer transaction" means a transaction in which (i) an



- 1 individual incurs an obligation primarily for personal, family, or
- 2 household purposes, (ii) a security interest secures the obligation,
- 3 and (iii) the collateral is held or acquired primarily for personal,
- 4 family, or household purposes. The term includes
- 5 consumer-goods transactions.
- 6 (27) The following terms have the following meanings:
- 7 (A) "Continuation statement" means an amendment of a
- 8 financing statement that:
- 9 (i) identifies, by its file number, the initial financing
- 10 statement to which it relates; and
- 11 (ii) indicates that it is a continuation statement for, or that it
- 12 is filed to continue the effectiveness of, the identified
- 13 financing statement.
- 14 (B) "Controllable account" means an account evidenced by a
- 15 controllable electronic record that provides that the account
- 16 debtor undertakes to pay the person that has control under
- 17 IC 26-1-12-105 of the controllable electronic record.
- 18 (C) "Controllable payment intangible" means a payment
- 19 intangible evidenced by a controllable electronic record that
- 20 provides that the account debtor undertakes to pay the person
- 21 that has control under IC 26-1-12-105 of the controllable
- 22 electronic record.
- 23 (28) "Debtor" means:
- 24 (A) a person having an interest, other than a security interest
- 25 or other lien, in the collateral, whether or not the person is an
- 26 obligor;
- 27 (B) a seller of accounts, chattel paper, payment intangibles, or
- 28 promissory notes; or
- 29 (C) a consignee.
- 30 (29) "Deposit account" means a demand, time, savings, passbook,
- 31 or similar account maintained with a bank. The term does not
- 32 include investment property or accounts evidenced by an
- 33 instrument.
- 34 (30) "Document" means a document of title or a receipt of the
- 35 type described in IC 26-1-7-201(b).
- 36 (31) [Reserved.]
- 37 (32) "Encumbrance" means a right, other than an ownership
- 38 interest, in real property. The term includes mortgages and other
- 39 liens on real property.
- 40 (33) "Equipment" means goods other than inventory, farm
- 41 products, or consumer goods.
- 42 (34) "Farm products" means goods, other than standing timber,



1 with respect to which the debtor is engaged in a farming operation
2 and which are:

3 (A) crops grown, growing, or to be grown, including:

4 (i) crops produced on trees, vines, and bushes; and

5 (ii) aquatic goods produced in aquacultural operations;

6 (B) livestock, born or unborn, including aquatic goods
7 produced in aquacultural operations;

8 (C) supplies used or produced in a farming operation; or

9 (D) products of crops or livestock in their unmanufactured
10 states.

11 (35) "Farming operation" means raising, cultivating, propagating,
12 fattening, grazing, or any other farming, livestock, or aquacultural
13 operation.

14 (36) "File number" means the number assigned to an initial
15 financing statement pursuant to IC 26-1-9.1-519(a).

16 (37) "Filing office" means an office designated in IC 26-1-9.1-501
17 as the place to file a financing statement.

18 (38) "Filing-office rule" means a rule adopted pursuant to
19 IC 26-1-9.1-526.

20 (39) "Financing statement" means a record or records composed
21 of an initial financing statement and any filed record relating to
22 the initial financing statement.

23 (40) "Fixture filing" means the filing of a financing statement
24 covering goods that are or are to become fixtures and satisfying
25 IC 26-1-9.1-502(a) and IC 26-1-9.1-502(b). The term includes the
26 filing of a financing statement covering goods of a transmitting
27 utility which are or are to become fixtures.

28 (41) "Fixtures" means goods that have become so related to
29 particular real property that an interest in them arises under real
30 property law.

31 (42) "General intangible" means any personal property, including
32 things in action, other than accounts, chattel paper, commercial
33 tort claims, deposit accounts, documents, goods, instruments,
34 investment property, letter-of-credit rights, letters of credit,
35 money, and oil, gas, or other minerals before extraction. The term
36 includes controllable electronic records, payment intangibles, and
37 software.

38 (43) "Good faith" means honesty in fact and the observance of
39 reasonable commercial standards of fair dealing.

40 (44) "Goods" means all things that are movable when a security
41 interest attaches. The term includes (i) fixtures, (ii) standing
42 timber that is to be cut and removed under a conveyance or



1 contract for sale, (iii) the unborn young of animals, (iv) crops
 2 grown, growing, or to be grown, even if the crops are produced on
 3 trees, vines, or bushes, and (v) manufactured homes. The term
 4 also includes a computer program embedded in goods and any
 5 supporting information provided in connection with a transaction
 6 relating to the program if (i) the program is associated with the
 7 goods in such a manner that it customarily is considered part of
 8 the goods, or (ii) by becoming the owner of the goods, a person
 9 acquires a right to use the program in connection with the goods.
 10 The term does not include a computer program embedded in
 11 goods that consist solely of the medium in which the program is
 12 embedded. The term also does not include accounts, chattel
 13 paper, commercial tort claims, deposit accounts, documents,
 14 general intangibles, instruments, investment property,
 15 letter-of-credit rights, letters of credit, money, or oil, gas, or other
 16 minerals before extraction.

17 (45) "Governmental unit" means a subdivision, agency,
 18 department, county, parish, municipality, or other unit of the
 19 government of the United States, a state, or a foreign country. The
 20 term includes an organization having a separate corporate
 21 existence if the organization is eligible to issue debt on which
 22 interest is exempt from income taxation under the laws of the
 23 United States.

24 (46) "Health-care-insurance receivable" means an interest in or
 25 claim under a policy of insurance that is a right to payment of a
 26 monetary obligation for health-care goods or services provided.

27 (47) "Instrument" means a negotiable instrument or any other
 28 writing that evidences a right to the payment of a monetary
 29 obligation, is not itself a security agreement or lease, and is of a
 30 type that in the ordinary course of business is transferred by
 31 delivery with any necessary endorsement or assignment. The term
 32 does not include (i) investment property, (ii) letters of credit, (iii)
 33 writings that evidence a right to payment arising out of the use of
 34 a credit or charge card or information contained on or for use with
 35 the card, or (iv) writings that evidence chattel paper.

36 (48) "Inventory" means goods, other than farm products, that:
 37 (A) are leased by a person as lessor;
 38 (B) are held by a person for sale or lease or to be furnished
 39 under a contract of service;
 40 (C) are furnished by a person under a contract of service; or
 41 (D) consist of raw materials, work in process, or materials
 42 used or consumed in a business.



- 1 (49) "Investment property" means a security, whether certificated
 2 or uncertificated, security entitlement, securities account,
 3 commodity contract, or commodity account.
- 4 (50) "Jurisdiction of organization", with respect to a registered
 5 organization, means the jurisdiction under whose law the
 6 organization is formed or organized.
- 7 (51) "Letter-of-credit right" means a right to payment or
 8 performance under a letter of credit, whether or not the
 9 beneficiary has demanded or is at the time entitled to demand
 10 payment or performance. The term does not include the right of
 11 a beneficiary to demand payment or performance under a letter of
 12 credit.
- 13 (52) "Lien creditor" means:
 14 (A) a creditor that has acquired a lien on the property involved
 15 by attachment, levy, or the like;
 16 (B) an assignee for benefit of creditors from the time of
 17 assignment;
 18 (C) a trustee in bankruptcy from the date of the filing of the
 19 petition; or
 20 (D) a receiver in equity from the time of appointment.
- 21 (53) "Manufactured home" means a structure, transportable in one
 22 (1) or more sections, which, in the traveling mode, is eight (8)
 23 body feet or more in width or forty (40) body feet or more in
 24 length, or, when erected on site, is three hundred twenty (320) or
 25 more square feet, and which is built ~~on~~ **with or without** a
 26 permanent chassis and designed to be used as a dwelling with or
 27 without a permanent foundation when connected to the required
 28 utilities, and includes the plumbing, heating, air conditioning, and
 29 electrical systems contained therein. The term includes any
 30 structure that meets all of the requirements of this subdivision
 31 except the size requirements, and with respect to which the
 32 manufacturer voluntarily files a certification required by the
 33 United States Secretary of Housing and Urban Development and
 34 complies with the standards established under Title 42 of the
 35 United States Code.
- 36 (54) The following terms have the following meanings:
 37 (A) "Manufactured-home transaction" means a secured
 38 transaction:
 39 (i) that creates a purchase-money security interest in a
 40 manufactured home, other than a manufactured home held
 41 as inventory; or
 42 (ii) in which a manufactured home, other than a



- 1 manufactured home held as inventory, is the primary
- 2 collateral.
- 3 (B) "Money" has the meaning set forth in IC 26-1-1-201(24),
- 4 but does not include a deposit account.
- 5 (55) "Mortgage" means a consensual interest in real property,
- 6 including fixtures, that secures payment or performance of an
- 7 obligation.
- 8 (56) "New debtor" means a person that becomes bound as debtor
- 9 under IC 26-1-9.1-203(d) by a security agreement previously
- 10 entered into by another person.
- 11 (57) "New value" means (i) money, (ii) money's worth in
- 12 property, services, or new credit, or (iii) release by a transferee of
- 13 an interest in property previously transferred to the transferee.
- 14 The term does not include an obligation substituted for another
- 15 obligation.
- 16 (58) "Noncash proceeds" means proceeds other than cash
- 17 proceeds.
- 18 (59) "Obligor" means a person that, with respect to an obligation
- 19 secured by a security interest in or an agricultural lien on the
- 20 collateral, (i) owes payment or other performance of the
- 21 obligation, (ii) has provided property other than the collateral to
- 22 secure payment or other performance of the obligation, or (iii) is
- 23 otherwise accountable in whole or in part for payment or other
- 24 performance of the obligation. The term does not include issuers
- 25 or nominated persons under a letter of credit.
- 26 (60) "Original debtor", except as used in IC 26-1-9.1-310(c),
- 27 means a person that, as debtor, entered into a security agreement
- 28 to which a new debtor has become bound under
- 29 IC 26-1-9.1-203(d).
- 30 (61) "Payment intangible" means a general intangible under
- 31 which the account debtor's principal obligation is a monetary
- 32 obligation. The term includes a controllable payment intangible.
- 33 (62) "Person related to", with respect to an individual, means:
- 34 (A) the spouse of the individual;
- 35 (B) a brother, brother-in-law, sister, or sister-in-law of the
- 36 individual;
- 37 (C) an ancestor or lineal descendant of the individual or the
- 38 individual's spouse; or
- 39 (D) any other relative, by blood or marriage, of the individual
- 40 or the individual's spouse who shares the same home with the
- 41 individual.
- 42 (63) "Person related to", with respect to an organization, means:



- 1 (A) a person directly or indirectly controlling, controlled by,
 2 or under common control with the organization;
 3 (B) an officer or director of, or a person performing similar
 4 functions with respect to, the organization;
 5 (C) an officer or director of, or a person performing similar
 6 functions with respect to, a person described in clause (A);
 7 (D) the spouse of an individual described in clause (A), (B), or
 8 (C); or
 9 (E) an individual who is related by blood or marriage to an
 10 individual described in clause (A), (B), (C), or (D) and shares
 11 the same home with the individual.
- 12 (64) "Proceeds", except as used in IC 26-1-9.1-609(b), means the
 13 following property:
 14 (A) Whatever is acquired upon the sale, lease, license,
 15 exchange, or other disposition of collateral.
 16 (B) Whatever is collected on, or distributed on account of,
 17 collateral.
 18 (C) Rights arising out of collateral.
 19 (D) To the extent of the value of collateral, claims arising out
 20 of the loss, nonconformity, or interference with the use of,
 21 defects or infringement of rights in, or damage to, the
 22 collateral.
 23 (E) To the extent of the value of collateral and to the extent
 24 payable to the debtor or the secured party, insurance payable
 25 by reason of the loss or nonconformity of, defects or
 26 infringement of rights in, or damage to, the collateral.
- 27 (65) "Promissory note" means an instrument that evidences a
 28 promise to pay a monetary obligation, does not evidence an order
 29 to pay, and does not contain an acknowledgment by a bank that
 30 the bank has received for deposit a sum of money or funds.
- 31 (66) "Proposal" means a record signed by a secured party that
 32 includes the terms on which the secured party is willing to accept
 33 collateral in full or partial satisfaction of the obligation it secures
 34 pursuant to IC 26-1-9.1-620, IC 26-1-9.1-621, and
 35 IC 26-1-9.1-622.
- 36 (67) "Public-finance transaction" means a secured transaction in
 37 connection with which:
 38 (A) debt securities are issued;
 39 (B) all or a portion of the securities issued have an initial
 40 stated maturity of at least twenty (20) years; and
 41 (C) the debtor, obligor, secured party, account debtor, or other
 42 person obligated on collateral, assignor or assignee of a



- 1 secured obligation, or assignor or assignee of a security
- 2 interest is a state or a governmental unit of a state.
- 3 (68) "Public organic record" means a record that is available to
- 4 the public for inspection and is:
- 5 (A) a record consisting of the record initially filed with or
- 6 issued by a state or the United States to form or organize an
- 7 organization and any record filed with or issued by the state or
- 8 the United States which amends or restates the initial record;
- 9 (B) an organic record of a business trust consisting of the
- 10 record initially filed with a state and any record filed with the
- 11 state which amends or restates the initial record, if a statute of
- 12 the state governing business trusts requires that the record be
- 13 filed with the state; or
- 14 (C) a record consisting of legislation enacted by the legislature
- 15 of a state or the Congress of the United States which forms or
- 16 organizes an organization, any record amending the
- 17 legislation, and any record filed with or issued by the state or
- 18 the United States which amends or restates the name of the
- 19 organization.
- 20 (69) "Pursuant to commitment", with respect to an advance made
- 21 or other value given by a secured party, means pursuant to the
- 22 secured party's obligation, whether or not a subsequent event of
- 23 default or other event not within the secured party's control has
- 24 relieved or may relieve the secured party from its obligation.
- 25 (70) "Record", except as used in "for record", "of record", "record
- 26 or legal title", and "record owner", means information that is
- 27 inscribed on a tangible medium or that is stored in an electronic
- 28 or other medium and is retrievable in perceivable form.
- 29 (71) "Registered organization" means an organization formed or
- 30 organized solely under the law of a single state or the United
- 31 States by the filing of a public organic record with, the issuance
- 32 of a public organic record by, or the enactment of legislation by
- 33 the state or the United States. The term includes a business trust
- 34 that is formed or organized under the law of a single state if a
- 35 statute of the state governing business trusts requires that the
- 36 business trust's organic record be filed with the state.
- 37 (72) "Secondary obligor" means an obligor to the extent that:
- 38 (A) the obligor's obligation is secondary; or
- 39 (B) the obligor has a right of recourse with respect to an
- 40 obligation secured by collateral against the debtor, another
- 41 obligor, or property of either.
- 42 (73) "Secured party" means:



- 1 (A) a person in whose favor a security interest is created or
- 2 provided for under a security agreement, whether or not any
- 3 obligation to be secured is outstanding;
- 4 (B) a person that holds an agricultural lien;
- 5 (C) a consignor;
- 6 (D) a person to which accounts, chattel paper, payment
- 7 intangibles, or promissory notes have been sold;
- 8 (E) a trustee, indenture trustee, agent, collateral agent, or other
- 9 representative in whose favor a security interest or agricultural
- 10 lien is created or provided for; or
- 11 (F) a person that holds a security interest arising under
- 12 IC 26-1-2-401, IC 26-1-2-505, IC 26-1-2-711(3),
- 13 IC 26-1-2.1-508(5), IC 26-1-4-210, or IC 26-1-5.1-118.
- 14 (74) "Security agreement" means an agreement that creates or
- 15 provides for a security interest.
- 16 (75) [Reserved.]
- 17 (76) "Software" means a computer program and any supporting
- 18 information provided in connection with a transaction relating to
- 19 the program. The term does not include a computer program that
- 20 is included in the definition of goods.
- 21 (77) "State" means a state of the United States, the District of
- 22 Columbia, Puerto Rico, the United States Virgin Islands, or any
- 23 territory or insular possession subject to the jurisdiction of the
- 24 United States.
- 25 (78) "Supporting obligation" means a letter-of-credit right or
- 26 secondary obligation that supports the payment or performance of
- 27 an account, chattel paper, a document, a general intangible, an
- 28 instrument, or investment property.
- 29 (79) [Reserved.]
- 30 (80) "Termination statement" means an amendment of a financing
- 31 statement that:
- 32 (A) identifies, by its file number, the initial financing
- 33 statement to which it relates; and
- 34 (B) indicates either that it is a termination statement or that the
- 35 identified financing statement is no longer effective.
- 36 (81) "Transmitting utility" means a person primarily engaged in
- 37 the business of:
- 38 (A) operating a railroad, subway, street railway, or trolley bus;
- 39 (B) transmitting communications electrically,
- 40 electromagnetically, or by light;
- 41 (C) transmitting goods by pipeline or sewer; or
- 42 (D) transmitting or producing and transmitting electricity,



1 steam, gas, or water.

2 (b) "Control" as provided in IC 26-1-7-106 and the following

3 definitions outside IC 26-1-9.1 apply to IC 26-1-9.1:

4 "Applicant" IC 26-1-5.1-102.

5 "Beneficiary" IC 26-1-5.1-102.

6 "Broker" IC 26-1-8.1-102.

7 "Certificated security" IC 26-1-8.1-102.

8 "Check" IC 26-1-3.1-104.

9 "Clearing corporation" IC 26-1-8.1-102.

10 "Contract for sale" IC 26-1-2-106.

11 "Controllable electronic record" IC 26-1-12-102.

12 "Customer" IC 26-1-4-104.

13 "Entitlement holder" IC 26-1-8.1-102.

14 "Financial asset" IC 26-1-8.1-102.

15 "Holder in due course" IC 26-1-3.1-302.

16 "Issuer" (with respect to a letter of credit or letter-of-credit right)

17 IC 26-1-5.1-102.

18 "Issuer" (with respect to a security) IC 26-1-8.1-201.

19 "Issuer" (with respect to documents of title) IC 26-1-7-102.

20 "Lease" IC 26-1-2.1-103.

21 "Lease agreement" IC 26-1-2.1-103.

22 "Lease contract" IC 26-1-2.1-103.

23 "Leasehold interest" IC 26-1-2.1-103.

24 "Lessee" IC 26-1-2.1-103.

25 "Lessee in ordinary course of business" IC 26-1-2.1-103.

26 "Lessor" IC 26-1-2.1-103.

27 "Lessor's residual interest" IC 26-1-2.1-103.

28 "Letter of credit" IC 26-1-5.1-102.

29 "Merchant" IC 26-1-2-104.

30 "Negotiable instrument" IC 26-1-3.1-104.

31 "Nominated person" IC 26-1-5.1-102.

32 "Note" IC 26-1-3.1-104.

33 "Proceeds of a letter of credit" IC 26-1-5.1-114.

34 "Protected purchaser" IC 26-1-8.1-303.

35 "Prove" IC 26-1-3.1-103.

36 "Qualifying purchaser" IC 26-1-12-102.

37 "Sale" IC 26-1-2-106.

38 "Securities account" IC 26-1-8.1-501.

39 "Securities intermediary" IC 26-1-8.1-102.

40 "Security" IC 26-1-8.1-102.

41 "Security certificate" IC 26-1-8.1-102.

42 "Security entitlement" IC 26-1-8.1-102.



1 "Uncertificated security" IC 26-1-8.1-102.

2 (c) IC 26-1-1 contains general definitions and principles of
3 construction and interpretation applicable throughout IC 26-1-9.1.

4 SECTION 141. IC 36-1-12-3, AS AMENDED BY P.L.86-2025,
5 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
6 JANUARY 1, 2026 (RETROACTIVE)]: Sec. 3. (a) The board may
7 purchase or lease materials in the manner provided in IC 5-22 and
8 perform any public work, by means of its own workforce, without
9 awarding a contract whenever the cost of that public work project is
10 estimated to be less than three hundred seventy-five thousand dollars
11 (\$375,000), adjusted annually by ~~the~~ **an amount equal to the**
12 **unadjusted** percentage change **for all items** in the Consumer Price
13 Index for all Urban Consumers as published by the United States
14 Bureau of Labor Statistics **for the immediately preceding year. On**
15 **or before January 15, 2026, and on or before January 1 of each**
16 **year thereafter**, the department of local government finance shall
17 annually publish the adjusted cost estimate threshold for the current
18 year, determined in the manner required by this subsection, ~~on the~~
19 ~~department's website:~~ **in the Indiana Register under IC 4-22-7-7. For**
20 **purposes of applying the annual cost estimate threshold**
21 **adjustment, the annual percentage change is applied to the**
22 **adjusted amount for the immediately preceding year.**

23 (b) Before a board may perform any work under this section by
24 means of its own workforce, the political subdivision or agency must
25 have a group of employees on its staff who are capable of performing
26 the construction, maintenance, and repair applicable to that work.

27 (c) For purposes of ~~this subsection,~~ **determining** the cost of a public
28 work project, **the cost** includes:

- 29 (1) the actual cost of materials, labor, equipment, and rental;
30 (2) a reasonable rate for use of trucks and heavy equipment
31 owned; and
32 (3) all other expenses incidental to the performance of the project.

33 ~~(b)~~ (d) This subsection applies only to a municipality or a county.
34 The workforce of a municipality or county may perform a public work
35 described in subsection (a) only if:

- 36 (1) the workforce, through demonstrated skills, training, or
37 expertise, is capable of performing the public work; and
38 (2) for a public work project under subsection (a) whose cost is
39 estimated to be more than one hundred thousand dollars
40 (\$100,000), the board:

41 (A) publishes a notice under IC 5-3-1 that:

- 42 (i) describes the public work that the board intends to



- 1 perform with its own workforce; and
- 2 (ii) sets forth the projected cost of each component of the
- 3 public work as described in subsection (a); and
- 4 (B) determines at a public meeting that it is in the public
- 5 interest to perform the public work with the board's own
- 6 workforce.

7 A public work project performed by a board's own workforce must be
 8 inspected and accepted as complete in the same manner as a public
 9 work project performed under a contract awarded after receiving bids.

10 ~~(e)~~ (e) When the project involves the rental of equipment with an
 11 operator furnished by the owner, or the installation or application of
 12 materials by the supplier of the materials, the project is considered to
 13 be a public work project and subject to this chapter. However, an
 14 annual contract may be awarded for equipment rental and materials to
 15 be installed or applied during a calendar or fiscal year if the proposed
 16 project or projects are described in the bid specifications.

17 ~~(d)~~ (f) A board of aviation commissioners or an airport authority
 18 board may purchase or lease materials in the manner provided in
 19 IC 5-22 and perform any public work by means of its own workforce
 20 and owned or leased equipment, in the construction, maintenance, and
 21 repair of any airport roadway, runway, taxiway, or aircraft parking
 22 apron whenever the cost of that public work project is estimated to be
 23 less than one hundred fifty thousand dollars (\$150,000).

24 ~~(e)~~ (g) Municipal and county hospitals must comply with this
 25 chapter for all contracts for public work that are financed in whole or
 26 in part with cumulative building fund revenue, as provided in section
 27 1(c) of this chapter. However, if the cost of the public work is
 28 estimated to be less than fifty thousand dollars (\$50,000), as reflected
 29 in the board minutes, the hospital board may have the public work done
 30 without receiving bids, by purchasing the materials and performing the
 31 work by means of its own workforce and owned or leased equipment.

32 ~~(f)~~ (h) If a public works project involves a structure, an
 33 improvement, or a facility under the control of a public highway
 34 department that is under the political control of a unit (as defined in
 35 IC 36-1-2-23) and involved in the construction, maintenance, or repair
 36 of a public highway (as defined in IC 9-25-2-4), the department may
 37 not artificially divide the project to bring any part of the project under
 38 this section.

39 SECTION 142. IC 36-1-12.5-10, AS AMENDED BY P.L.233-2015,
 40 SECTION 331, IS AMENDED TO READ AS FOLLOWS
 41 [EFFECTIVE JULY 1, 2026]: Sec. 10. The governing body shall

42 ~~(i) provide~~ **submit the following** to the director of the



1 department of local government ~~finance~~ **finance's computer**
2 **gateway** not more than sixty (60) days after the date of execution
3 of the guaranteed savings contract:

4 ~~(A)~~ **(1)** A copy of the executed guaranteed savings contract.

5 ~~(B)~~ **(2)** The:

6 ~~(i)~~ **(A)** energy or water consumption costs;

7 ~~(ii)~~ **(B)** wastewater usage costs; and

8 ~~(iii)~~ **(C)** billable revenues, if any;

9 before the date of execution of the guaranteed savings
10 contract. ~~and~~

11 ~~(C)~~ **(3)** The documentation using industry engineering
12 standards for:

13 ~~(i)~~ **(A)** stipulated savings; and

14 ~~(ii)~~ **(B)** related capital expenditures. ~~and~~

15 ~~(2) annually report to the director of the department of local~~
16 ~~government finance, in accordance with procedures established~~
17 ~~by the department, the savings resulting in the previous year from~~
18 ~~the guaranteed savings contract or utility efficiency program.~~

19 SECTION 143. IC 36-1-12.5-12, AS AMENDED BY P.L.233-2015,
20 SECTION 332, IS AMENDED TO READ AS FOLLOWS
21 [EFFECTIVE JULY 1, 2026]: Sec. 12. ~~(a)~~ An improvement that is not
22 causally connected to a conservation measure may be included in a
23 guaranteed savings contract if:

24 (1) the total value of the improvement does not exceed fifteen
25 percent (15%) of the total value of the guaranteed savings
26 contract; and

27 (2) either:

28 (A) the improvement is necessary to conform to a law, a rule,
29 or an ordinance; or

30 (B) an analysis within the guaranteed savings contract
31 demonstrates that:

32 (i) there is an economic advantage to the political
33 subdivision in implementing an improvement as part of the
34 guaranteed savings contract; and

35 (ii) the savings justification for the improvement is
36 documented by industry engineering standards.

37 ~~(b) The information required under subsection (a) must be reported~~
38 ~~to the director of the department of local government finance.~~

39 SECTION 144. IC 36-1-20-3.6 IS ADDED TO THE INDIANA
40 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
41 [EFFECTIVE JULY 1, 2026]: **Sec. 3.6. (a) A unit may not adopt or**
42 **enforce an ordinance, resolution, regulation, policy, or rule that:**



- 1 **(1) prohibits or restricts an owner of a privately owned**
- 2 **residential property from using the property as a rental**
- 3 **property; or**
- 4 **(2) has the effect of prohibiting or restricting the use of**
- 5 **property as a rental property.**
- 6 **(b) This section does not prohibit a unit from enforcing any:**
- 7 **(1) generally applicable health and safety regulations;**
- 8 **(2) building codes, fire codes, or reasonable occupancy**
- 9 **standards; or**
- 10 **(3) registration or inspection requirements set forth in this**
- 11 **chapter, provided the requirements do not operate to impose**
- 12 **a cap or limit described in subsection (a).**
- 13 SECTION 145. IC 36-2-11-14.5, AS AMENDED BY P.L. 127-2017,
- 14 SECTION 79, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 15 UPON PASSAGE]: Sec. 14.5. (a) As used in this section,
- 16 "manufactured home" has the meaning set forth in ~~IC 9-13-2-96(b)~~:
- 17 **IC 9-13-2-96(a). The term includes a mobile home (as defined in**
- 18 **IC 9-13-2-103.2).**
- 19 (b) As used in this section, "mobile home" has the meaning set forth
- 20 in ~~IC 6-1-1-7-1(b)~~: **IC 9-13-2-103.2. The term includes a**
- 21 **manufactured home (as defined in IC 9-13-2-96(a)).**
- 22 (c) A person must do the following to record a purchase contract
- 23 that is subject to IC 9-17-6-17:
- 24 (1) Submit the following to the county recorder:
- 25 (A) A copy of the title to the manufactured home or mobile
- 26 home.
- 27 (B) An affidavit stating whether the contract requires the seller
- 28 or the buyer to pay the property taxes imposed on the
- 29 manufactured home or mobile home.
- 30 (2) Pay any applicable recording fees.
- 31 (d) The county recorder shall record a purchase contract submitted
- 32 for recording under IC 9-17-6-17 by a person who complies with
- 33 subsection (c). The county recorder shall do the following:
- 34 (1) Provide the information described in subsection (c)(1) to the
- 35 county treasurer with respect to each contract recorded under this
- 36 section.
- 37 (2) Notify the township assessor of the township in which the
- 38 mobile home is located, or to which the mobile home will be
- 39 moved, that a contract for the sale of the mobile home has been
- 40 recorded. If there is no township assessor for the township, the
- 41 county recorder shall provide the notice required by this
- 42 subdivision to the county assessor.



1 SECTION 146. IC 36-4-3-19, AS AMENDED BY P.L.104-2022,
 2 SECTION 160, IS AMENDED TO READ AS FOLLOWS
 3 [EFFECTIVE JULY 1, 2026]: Sec. 19. (a) If disannexation is ordered
 4 under this chapter by the works board of a municipality and no appeal
 5 is taken, the clerk of the municipality shall, without compensation and
 6 not later than ten (10) days after the order is made, make and certify a
 7 complete transcript of the disannexation proceedings to the auditor of
 8 each county in which the disannexed lots or lands lie and to the office
 9 of the secretary of state. The county auditor shall list those lots or lands
 10 appropriately for taxation. The proceedings of the works board shall not
 11 be certified to the county auditor or to the office of the secretary of
 12 state if an appeal to the circuit court has been taken.

13 (b) In all proceedings begun in or appealed to the circuit court, if
 14 vacation or disannexation is ordered, the clerk of the court shall
 15 immediately after the judgment of the court, or after a decision on
 16 appeal to the supreme court or court of appeals if the judgment on
 17 appeal is not reversed, certify the judgment of the circuit court, as
 18 affirmed or modified, to each of the following:

- 19 (1) The auditor of each county in which the lands or lots affected
- 20 lie, on receipt of one dollar (\$1) for the making and certifying of
- 21 the transcript from the petitioners for the disannexation.
- 22 (2) The office of the secretary of state.
- 23 (3) The circuit court clerk of each county in which the lands or
- 24 lots affected are located.
- 25 (4) The county election board of each county in which the lands
- 26 or lots affected are located.
- 27 (5) If a board of registration exists, the board of each county in
- 28 which the lands or lots affected are located.
- 29 (6) The office of census data established by IC 2-5-1.1-12.2.

30 (c) The county auditor shall forward a list of lots or lands
 31 disannexed under this section to the following:

- 32 (1) The county highway department of each county in which the
- 33 lands or lots affected are located.
- 34 (2) The county surveyor of each county in which the lands or lots
- 35 affected are located.
- 36 (3) Each plan commission, if any, that lost or gained jurisdiction
- 37 over the disannexed territory.
- 38 (4) The township trustee of each township that lost or gained
- 39 jurisdiction over the disannexed territory.
- 40 (5) The sheriff of each county in which the lands or lots affected
- 41 are located.
- 42 (6) The office of the secretary of state.



- 1 (7) The office of census data established by IC 2-5-1.1-12.2.
- 2 (8) The department of local government finance, not later than
- 3 August 1, in the manner described by the department.
- 4 **(9) The state GIS officer (as defined in IC 4-23-7.3-10), not**
- 5 **later than August 1, in the manner prescribed by the state**
- 6 **GIS officer (as defined in IC 4-23-7.3-10).**
- 7 The county auditor may require the clerk of the municipality to furnish
- 8 an adequate number of copies of the list of disannexed lots or lands or
- 9 may charge the clerk a fee for photoreproduction of the list.
- 10 (d) A disannexation described by this section takes effect upon the
- 11 clerk of the municipality filing the order with:
- 12 (1) the county auditor of each county in which the annexed
- 13 territory is located; and
- 14 (2) the circuit court clerk, or if a board of registration exists, the
- 15 board of each county in which the annexed territory is located.
- 16 (e) The clerk of the municipality shall notify the office of the
- 17 secretary of state and the office of census data established by
- 18 IC 2-5-1.1-12.2 of the date a disannexation is effective under this
- 19 chapter.
- 20 SECTION 147. IC 36-4-3-22, AS AMENDED BY P.L.38-2021,
- 21 SECTION 84, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 22 JULY 1, 2026]: Sec. 22. (a) The clerk of the municipality shall file:
- 23 (1) each annexation ordinance against which:
- 24 (A) a remonstrance or an appeal has not been filed during the
- 25 period permitted under this chapter; or
- 26 (B) a remonstrance was filed without a sufficient number of
- 27 signatures to meet the requirements of section 11.3(c) of this
- 28 chapter, in the case of an annexation for which an annexation
- 29 ordinance was adopted after June 30, 2015; or
- 30 (2) the certified copy of a final and unappealable judgment
- 31 ordering an annexation to take place;
- 32 with the county auditor, circuit court clerk, and board of registration (if
- 33 a board of registration exists) of each county in which the annexed
- 34 territory is located, the office of the secretary of state, and the office of
- 35 census data established by IC 2-5-1.1-12.2. The clerk of the
- 36 municipality shall record each annexation ordinance adopted under this
- 37 chapter in the office of the county recorder of each county in which the
- 38 annexed territory is located.
- 39 (b) The ordinance or judgment must be filed and recorded no later
- 40 than ninety (90) days after:
- 41 (1) the expiration of the period permitted for a remonstrance or
- 42 appeal;



- 1 (2) the delivery of a certified order under section 15 of this
- 2 chapter; or
- 3 (3) the date the county auditor files the written certification with
- 4 the legislative body under section 11.2 of this chapter, in the case
- 5 of an annexation described in subsection (a)(1)(B).
- 6 (c) Failure to record the annexation ordinance as provided in
- 7 subsection (a) does not invalidate the ordinance.
- 8 (d) The county auditor shall forward a copy of any annexation
- 9 ordinance filed under this section to the following:
- 10 (1) The county highway department of each county in which the
- 11 lots or lands affected are located.
- 12 (2) The county surveyor of each county in which the lots or lands
- 13 affected are located.
- 14 (3) Each plan commission, if any, that lost or gained jurisdiction
- 15 over the annexed territory.
- 16 (4) The sheriff of each county in which the lots or lands affected
- 17 are located.
- 18 (5) The township trustee of each township that lost or gained
- 19 jurisdiction over the annexed territory.
- 20 (6) The office of the secretary of state.
- 21 (7) The office of census data established by IC 2-5-1.1-12.2.
- 22 (8) The department of local government finance, not later than
- 23 August 1, in the manner described by the department.
- 24 **(9) The state GIS officer (as defined in IC 4-23-7.3-10), not**
- 25 **later than August 1, in the manner prescribed by the state**
- 26 **GIS officer (as defined in IC 4-23-7.3-10).**
- 27 (e) The county auditor may require the clerk of the municipality to
- 28 furnish an adequate number of copies of the annexation ordinance or
- 29 may charge the clerk a fee for photoreproduction of the ordinance. The
- 30 county auditor shall notify the office of the secretary of state and the
- 31 office of census data established by IC 2-5-1.1-12.2 of the date that the
- 32 annexation ordinance is effective under this chapter.
- 33 (f) The county auditor or county surveyor shall, upon determining
- 34 that an annexation ordinance has become effective under this chapter,
- 35 indicate the annexation upon the property taxation records maintained
- 36 in the office of the auditor or the office of the county surveyor.
- 37 SECTION 148. IC 36-7-14-39, AS AMENDED BY P.L.181-2025,
- 38 SECTION 20, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 39 UPON PASSAGE]: Sec. 39. (a) As used in this section:
- 40 "Allocation area" means that part of a redevelopment project area
- 41 to which an allocation provision of a declaratory resolution adopted
- 42 under section 15 of this chapter refers for purposes of distribution and



1 allocation of property taxes.

2 "Base assessed value" means, subject to subsection (j), the
3 following:

4 (1) If an allocation provision is adopted after June 30, 1995, in a
5 declaratory resolution or an amendment to a declaratory
6 resolution establishing an economic development area:

7 (A) the net assessed value of all the property as finally
8 determined for the assessment date immediately preceding the
9 effective date of the allocation provision of the declaratory
10 resolution, as adjusted under subsection (h); plus

11 (B) to the extent that it is not included in clause (A), the net
12 assessed value of property that is assessed as residential
13 property under the rules of the department of local government
14 finance, within the allocation area, as finally determined for
15 the current assessment date.

16 (2) If an allocation provision is adopted after June 30, 1997, in a
17 declaratory resolution or an amendment to a declaratory
18 resolution establishing a redevelopment project area:

19 (A) the net assessed value of all the property as finally
20 determined for the assessment date immediately preceding the
21 effective date of the allocation provision of the declaratory
22 resolution, as adjusted under subsection (h); plus

23 (B) to the extent that it is not included in clause (A), the net
24 assessed value of property that is assessed as residential
25 property under the rules of the department of local government
26 finance, as finally determined for the current assessment date.

27 (3) If:

28 (A) an allocation provision adopted before June 30, 1995, in
29 a declaratory resolution or an amendment to a declaratory
30 resolution establishing a redevelopment project area expires
31 after June 30, 1997; and

32 (B) after June 30, 1997, a new allocation provision is included
33 in an amendment to the declaratory resolution;

34 the net assessed value of all the property as finally determined for
35 the assessment date immediately preceding the effective date of
36 the allocation provision adopted after June 30, 1997, as adjusted
37 under subsection (h).

38 (4) Except as provided in subdivision (5), for all other allocation
39 areas, the net assessed value of all the property as finally
40 determined for the assessment date immediately preceding the
41 effective date of the allocation provision of the declaratory
42 resolution, as adjusted under subsection (h).



1 (5) If an allocation area established in an economic development
 2 area before July 1, 1995, is expanded after June 30, 1995, the
 3 definition in subdivision (1) applies to the expanded part of the
 4 area added after June 30, 1995.

5 (6) If an allocation area established in a redevelopment project
 6 area before July 1, 1997, is expanded after June 30, 1997, the
 7 definition in subdivision (2) applies to the expanded part of the
 8 area added after June 30, 1997.

9 Except as provided in section 39.3 of this chapter, "property taxes"
 10 means taxes imposed under IC 6-1.1 on real property. However, upon
 11 approval by a resolution of the redevelopment commission adopted
 12 before June 1, 1987, "property taxes" also includes taxes imposed
 13 under IC 6-1.1 on depreciable personal property. If a redevelopment
 14 commission adopted before June 1, 1987, a resolution to include within
 15 the definition of property taxes, taxes imposed under IC 6-1.1 on
 16 depreciable personal property that has a useful life in excess of eight
 17 (8) years, the commission may by resolution determine the percentage
 18 of taxes imposed under IC 6-1.1 on all depreciable personal property
 19 that will be included within the definition of property taxes. However,
 20 the percentage included must not exceed twenty-five percent (25%) of
 21 the taxes imposed under IC 6-1.1 on all depreciable personal property.

22 (b) A declaratory resolution adopted under section 15 of this chapter
 23 on or before the allocation deadline determined under subsection (i)
 24 may include a provision with respect to the allocation and distribution
 25 of property taxes for the purposes and in the manner provided in this
 26 section. A declaratory resolution previously adopted may include an
 27 allocation provision by the amendment of that declaratory resolution on
 28 or before the allocation deadline determined under subsection (i) in
 29 accordance with the procedures required for its original adoption. A
 30 declaratory resolution or amendment that establishes an allocation
 31 provision must include a specific finding of fact, supported by
 32 evidence, that the adoption of the allocation provision will result in
 33 new property taxes in the area that would not have been generated but
 34 for the adoption of the allocation provision. For an allocation area
 35 established before July 1, 1995, the expiration date of any allocation
 36 provisions for the allocation area is June 30, 2025, or the last date of
 37 any obligations that are outstanding on July 1, 2015, whichever is later.
 38 A declaratory resolution or an amendment that establishes an allocation
 39 provision after June 30, 1995, must specify an expiration date for the
 40 allocation provision. For an allocation area established before July 1,
 41 2008, the expiration date may not be more than thirty (30) years after
 42 the date on which the allocation provision is established. For an



1 allocation area established after June 30, 2008, the expiration date may
 2 not be more than twenty-five (25) years after the date on which the first
 3 obligation was incurred to pay principal and interest on bonds or lease
 4 rentals on leases payable from tax increment revenues. However, with
 5 respect to bonds or other obligations that were issued before July 1,
 6 2008, if any of the bonds or other obligations that were scheduled when
 7 issued to mature before the specified expiration date and that are
 8 payable only from allocated tax proceeds with respect to the allocation
 9 area remain outstanding as of the expiration date, the allocation
 10 provision does not expire until all of the bonds or other obligations are
 11 no longer outstanding. Notwithstanding any other law, in the case of an
 12 allocation area that is established after June 30, 2019, and that is
 13 located in a redevelopment project area described in section
 14 25.1(c)(3)(C) of this chapter, an economic development area described
 15 in section 25.1(c)(3)(C) of this chapter, or an urban renewal project
 16 area described in section 25.1(c)(3)(C) of this chapter, the expiration
 17 date of the allocation provision may not be more than thirty-five (35)
 18 years after the date on which the allocation provision is established.
 19 The allocation provision may apply to all or part of the redevelopment
 20 project area. The allocation provision must require that any property
 21 taxes subsequently levied by or for the benefit of any public body
 22 entitled to a distribution of property taxes on taxable property in the
 23 allocation area be allocated and distributed as follows:

24 (1) Except as otherwise provided in this section, the proceeds of
 25 the taxes attributable to the lesser of:

26 (A) the assessed value of the property for the assessment date
 27 with respect to which the allocation and distribution is made;
 28 or

29 (B) the base assessed value;

30 shall be allocated to and, when collected, paid into the funds of
 31 the respective taxing units.

32 (2) This subdivision applies to a fire protection territory
 33 established after December 31, 2022. If a unit becomes a
 34 participating unit of a fire protection territory that is established
 35 after a declaratory resolution is adopted under section 15 of this
 36 chapter, the excess of the proceeds of the property taxes
 37 attributable to an increase in the property tax rate for the
 38 participating unit of a fire protection territory:

39 (A) except as otherwise provided by this subdivision, shall be
 40 determined as follows:

41 STEP ONE: Divide the unit's tax rate for fire protection for
 42 the year before the establishment of the fire protection



1 territory by the participating unit's tax rate as part of the fire
 2 protection territory.
 3 STEP TWO: Subtract the STEP ONE amount from one (1).
 4 STEP THREE: Multiply the STEP TWO amount by the
 5 allocated property tax attributable to the participating unit of
 6 the fire protection territory; and
 7 (B) to the extent not otherwise included in subdivisions (1)
 8 and (3), the amount determined under STEP THREE of clause
 9 (A) shall be allocated to and distributed in the form of an
 10 allocated property tax revenue pass back to the participating
 11 unit of the fire protection territory for the assessment date with
 12 respect to which the allocation is made.

13 However, if the redevelopment commission determines that it is
 14 unable to meet its debt service obligations with regards to the
 15 allocation area without all or part of the allocated property tax
 16 revenue pass back to the participating unit of a fire protection area
 17 under this subdivision, then the allocated property tax revenue
 18 pass back under this subdivision shall be reduced by the amount
 19 necessary for the redevelopment commission to meet its debt
 20 service obligations of the allocation area. The calculation under
 21 this subdivision must be made by the redevelopment commission
 22 in collaboration with the county auditor and the applicable fire
 23 protection territory. Any calculation determined according to
 24 clause (A) must be submitted to the department of local
 25 government finance in the manner prescribed by the department
 26 of local government finance. The department of local government
 27 finance shall verify the accuracy of each calculation.

28 (3) The excess of the proceeds of the property taxes imposed for
 29 the assessment date with respect to which the allocation and
 30 distribution is made that are attributable to taxes imposed after
 31 being approved by the voters in a referendum or local public
 32 question conducted after April 30, 2010, not otherwise included
 33 in subdivisions (1) and (2) shall be allocated to and, when
 34 collected, paid into the funds of the taxing unit for which the
 35 referendum or local public question was conducted.

36 (4) Except as otherwise provided in this section, property tax
 37 proceeds in excess of those described in subdivisions (1), (2), and
 38 (3) shall be allocated to the redevelopment district and, when
 39 collected, paid into an allocation fund for that allocation area that
 40 may be used by the redevelopment district only to do one (1) or
 41 more of the following:
 42 (A) Pay the principal of and interest on any obligations



- 1 payable solely from allocated tax proceeds which are incurred
- 2 by the redevelopment district for the purpose of financing or
- 3 refinancing the redevelopment of that allocation area.
- 4 (B) Establish, augment, or restore the debt service reserve for
- 5 bonds payable solely or in part from allocated tax proceeds in
- 6 that allocation area.
- 7 (C) Pay the principal of and interest on bonds payable from
- 8 allocated tax proceeds in that allocation area and from the
- 9 special tax levied under section 27 of this chapter.
- 10 (D) Pay the principal of and interest on bonds issued by the
- 11 unit to pay for local public improvements that are physically
- 12 located in or physically connected to that allocation area.
- 13 (E) Pay premiums on the redemption before maturity of bonds
- 14 payable solely or in part from allocated tax proceeds in that
- 15 allocation area.
- 16 (F) Make payments on leases payable from allocated tax
- 17 proceeds in that allocation area under section 25.2 of this
- 18 chapter.
- 19 (G) Reimburse the unit for expenditures made by it for local
- 20 public improvements (which include buildings, parking
- 21 facilities, and other items described in section 25.1(a) of this
- 22 chapter) that are physically located in or physically connected
- 23 to that allocation area.
- 24 (H) Reimburse the unit for rentals paid by it for a building or
- 25 parking facility that is physically located in or physically
- 26 connected to that allocation area under any lease entered into
- 27 under IC 36-1-10.
- 28 (I) For property taxes first due and payable before January 1,
- 29 2009, pay all or a part of a property tax replacement credit to
- 30 taxpayers in an allocation area as determined by the
- 31 redevelopment commission. This credit equals the amount
- 32 determined under the following STEPS for each taxpayer in a
- 33 taxing district (as defined in IC 6-1.1-1-20) that contains all or
- 34 part of the allocation area:
- 35 STEP ONE: Determine that part of the sum of the amounts
- 36 under IC 6-1.1-21-2(g)(1)(A), IC 6-1.1-21-2(g)(2),
- 37 IC 6-1.1-21-2(g)(3), IC 6-1.1-21-2(g)(4), and
- 38 IC 6-1.1-21-2(g)(5) (before their repeal) that is attributable to
- 39 the taxing district.
- 40 STEP TWO: Divide:
- 41 (i) that part of each county's eligible property tax
- 42 replacement amount (as defined in IC 6-1.1-21-2 (before its



- 1 repeal)) for that year as determined under IC 6-1.1-21-4
 2 (before its repeal) that is attributable to the taxing district;
 3 by
 4 (ii) the STEP ONE sum.
 5 STEP THREE: Multiply:
 6 (i) the STEP TWO quotient; times
 7 (ii) the total amount of the taxpayer's taxes (as defined in
 8 IC 6-1.1-21-2 (before its repeal)) levied in the taxing district
 9 that have been allocated during that year to an allocation
 10 fund under this section.
 11 If not all the taxpayers in an allocation area receive the credit
 12 in full, each taxpayer in the allocation area is entitled to
 13 receive the same proportion of the credit. A taxpayer may not
 14 receive a credit under this section and a credit under section
 15 39.5 of this chapter (before its repeal) in the same year.
 16 (J) Pay expenses incurred by the redevelopment commission
 17 for local public improvements that are in the allocation area or
 18 serving the allocation area. Public improvements include
 19 buildings, parking facilities, and other items described in
 20 section 25.1(a) of this chapter.
 21 (K) Reimburse public and private entities for expenses
 22 incurred in training employees of industrial facilities that are
 23 located:
 24 (i) in the allocation area; and
 25 (ii) on a parcel of real property that has been classified as
 26 industrial property under the rules of the department of local
 27 government finance.
 28 However, the total amount of money spent for this purpose in
 29 any year may not exceed the total amount of money in the
 30 allocation fund that is attributable to property taxes paid by the
 31 industrial facilities described in this clause. The
 32 reimbursements under this clause must be made within three
 33 (3) years after the date on which the investments that are the
 34 basis for the increment financing are made.
 35 (L) Pay the costs of carrying out an eligible efficiency project
 36 (as defined in IC 36-9-41-1.5) within the unit that established
 37 the redevelopment commission. However, property tax
 38 proceeds may be used under this clause to pay the costs of
 39 carrying out an eligible efficiency project only if those
 40 property tax proceeds exceed the amount necessary to do the
 41 following:
 42 (i) Make, when due, any payments required under clauses



- 1 (A) through (K), including any payments of principal and
- 2 interest on bonds and other obligations payable under this
- 3 subdivision, any payments of premiums under this
- 4 subdivision on the redemption before maturity of bonds, and
- 5 any payments on leases payable under this subdivision.
- 6 (ii) Make any reimbursements required under this
- 7 subdivision.
- 8 (iii) Pay any expenses required under this subdivision.
- 9 (iv) Establish, augment, or restore any debt service reserve
- 10 under this subdivision.
- 11 (M) Expend money and provide financial assistance as
- 12 authorized in section 12.2(a)(27) of this chapter.
- 13 (N) Expend revenues that are allocated for police and fire
- 14 services on both capital expenditures and operating expenses
- 15 as authorized in section 12.2(a)(28) of this chapter.
- 16 The allocation fund may not be used for operating expenses of the
- 17 commission.
- 18 (5) Except as provided in subsection (g), before June 15 of each
- 19 year, the commission shall do the following:
- 20 (A) Determine the amount, if any, by which the assessed value
- 21 of the taxable property in the allocation area for the most
- 22 recent assessment date minus the base assessed value, when
- 23 multiplied by the estimated tax rate of the allocation area, will
- 24 exceed the amount of assessed value needed to produce the
- 25 property taxes necessary to make, when due, principal and
- 26 interest payments on bonds described in subdivision (4), plus
- 27 the amount necessary for other purposes described in
- 28 subdivision (4).
- 29 (B) Provide a written notice to the county auditor, the fiscal
- 30 body of the county or municipality that established the
- 31 department of redevelopment, and the officers who are
- 32 authorized to fix budgets, tax rates, and tax levies under
- 33 IC 6-1.1-17-5 for each of the other taxing units that is wholly
- 34 or partly located within the allocation area. The county auditor,
- 35 upon receiving the notice, shall forward this notice (in an
- 36 electronic format) to the department of local government
- 37 finance not later than June 15 of each year. The notice must:
- 38 (i) state the amount, if any, of excess assessed value that the
- 39 commission has determined may be allocated to the
- 40 respective taxing units in the manner prescribed in
- 41 subdivision (1); or
- 42 (ii) state that the commission has determined that there is no



1 excess assessed value that may be allocated to the respective
 2 taxing units in the manner prescribed in subdivision (1).
 3 The county auditor shall allocate to the respective taxing units
 4 the amount, if any, of excess assessed value determined by the
 5 commission. The commission may not authorize an allocation
 6 of assessed value to the respective taxing units under this
 7 subdivision if to do so would endanger the interests of the
 8 holders of bonds described in subdivision (4) or lessors under
 9 section 25.3 of this chapter. **If a commission fails to provide**
 10 **the notice under this clause, the county auditor shall**
 11 **allocate five percent (5%) of the assessed value in the**
 12 **allocation area that is used to calculate the allocation and**
 13 **distribution of allocated tax proceeds under this section to**
 14 **the respective taxing units. However, if the commission**
 15 **notifies the county auditor and the department of local**
 16 **government finance, no later than June 15, that it is unable**
 17 **to meet its debt service obligations with regard to the**
 18 **allocation area without all or part of the allocated tax**
 19 **proceeds attributed to the assessed value that has been**
 20 **allocated to the respective taxing units, then the county**
 21 **auditor may not allocate five percent (5%) of the assessed**
 22 **value in the allocation area that is used to calculate the**
 23 **allocation and distribution of allocated tax proceeds under**
 24 **this section to the respective taxing units.**

25 (C) If:
 26 (i) the amount of excess assessed value determined by the
 27 commission is expected to generate more than two hundred
 28 percent (200%) of the amount of allocated tax proceeds
 29 necessary to make, when due, principal and interest
 30 payments on bonds described in subdivision (4); plus
 31 (ii) the amount necessary for other purposes described in
 32 subdivision (4);
 33 the commission shall submit to the legislative body of the unit
 34 its determination of the excess assessed value that the
 35 commission proposes to allocate to the respective taxing units
 36 in the manner prescribed in subdivision (1). The legislative
 37 body of the unit may approve the commission's determination
 38 or modify the amount of the excess assessed value that will be
 39 allocated to the respective taxing units in the manner
 40 prescribed in subdivision (1).

41 (6) Notwithstanding subdivision (5), in the case of an allocation
 42 area that is established after June 30, 2019, and that is located in



1 a redevelopment project area described in section 25.1(c)(3)(C)
 2 of this chapter, an economic development area described in
 3 section 25.1(c)(3)(C) of this chapter, or an urban renewal project
 4 area described in section 25.1(c)(3)(C) of this chapter, for each
 5 year the allocation provision is in effect, if the amount of excess
 6 assessed value determined by the commission under subdivision
 7 (5)(A) is expected to generate more than two hundred percent
 8 (200%) of:

9 (A) the amount of allocated tax proceeds necessary to make,
 10 when due, principal and interest payments on bonds described
 11 in subdivision (4) for the project; plus

12 (B) the amount necessary for other purposes described in
 13 subdivision (4) for the project;

14 the amount of the excess assessed value that generates more than
 15 two hundred percent (200%) of the amounts described in clauses
 16 (A) and (B) shall be allocated to the respective taxing units in the
 17 manner prescribed by subdivision (1).

18 (c) For the purpose of allocating taxes levied by or for any taxing
 19 unit or units, the assessed value of taxable property in a territory in the
 20 allocation area that is annexed by any taxing unit after the effective
 21 date of the allocation provision of the declaratory resolution is the
 22 lesser of:

23 (1) the assessed value of the property for the assessment date with
 24 respect to which the allocation and distribution is made; or

25 (2) the base assessed value.

26 (d) Property tax proceeds allocable to the redevelopment district
 27 under subsection (b)(4) may, subject to subsection (b)(5), be
 28 irrevocably pledged by the redevelopment district for payment as set
 29 forth in subsection (b)(4).

30 (e) Notwithstanding any other law, each assessor shall, upon
 31 petition of the redevelopment commission, reassess the taxable
 32 property situated upon or in, or added to, the allocation area, effective
 33 on the next assessment date after the petition.

34 (f) Notwithstanding any other law, the assessed value of all taxable
 35 property in the allocation area, for purposes of tax limitation, property
 36 tax replacement, and formulation of the budget, tax rate, and tax levy
 37 for each political subdivision in which the property is located is the
 38 lesser of:

39 (1) the assessed value of the property as valued without regard to
 40 this section; or

41 (2) the base assessed value.

42 (g) If any part of the allocation area is located in an enterprise zone



1 created under IC 5-28-15, the unit that designated the allocation area
 2 shall create funds as specified in this subsection. A unit that has
 3 obligations, bonds, or leases payable from allocated tax proceeds under
 4 subsection (b)(4) shall establish an allocation fund for the purposes
 5 specified in subsection (b)(4) and a special zone fund. Such a unit
 6 shall, until the end of the enterprise zone phase out period, deposit each
 7 year in the special zone fund any amount in the allocation fund derived
 8 from property tax proceeds in excess of those described in subsection
 9 (b)(1), (b)(2), and (b)(3) from property located in the enterprise zone
 10 that exceeds the amount sufficient for the purposes specified in
 11 subsection (b)(4) for the year. The amount sufficient for purposes
 12 specified in subsection (b)(4) for the year shall be determined based on
 13 the pro rata portion of such current property tax proceeds from the part
 14 of the enterprise zone that is within the allocation area as compared to
 15 all such current property tax proceeds derived from the allocation area.
 16 A unit that has no obligations, bonds, or leases payable from allocated
 17 tax proceeds under subsection (b)(4) shall establish a special zone fund
 18 and deposit all the property tax proceeds in excess of those described
 19 in subsection (b)(1), (b)(2), and (b)(3) in the fund derived from
 20 property tax proceeds in excess of those described in subsection (b)(1),
 21 (b)(2), and (b)(3) from property located in the enterprise zone. The unit
 22 that creates the special zone fund shall use the fund (based on the
 23 recommendations of the urban enterprise association) for programs in
 24 job training, job enrichment, and basic skill development that are
 25 designed to benefit residents and employers in the enterprise zone or
 26 other purposes specified in subsection (b)(4), except that where
 27 reference is made in subsection (b)(4) to allocation area it shall refer
 28 for purposes of payments from the special zone fund only to that part
 29 of the allocation area that is also located in the enterprise zone. Those
 30 programs shall reserve at least one-half (1/2) of their enrollment in any
 31 session for residents of the enterprise zone.

32 (h) The state board of accounts and department of local government
 33 finance shall make the rules and prescribe the forms and procedures
 34 that they consider expedient for the implementation of this chapter.
 35 After each reassessment in an area under a reassessment plan prepared
 36 under IC 6-1.1-4-4.2, the ~~department of local government finance~~
 37 **county auditor** shall, **on forms prescribed by the department of**
 38 **local government finance**, adjust the base assessed value one (1) time
 39 to neutralize any effect of the reassessment of the real property in the
 40 area on the property tax proceeds allocated to the redevelopment
 41 district under this section. After each annual adjustment under
 42 IC 6-1.1-4-4.5, the ~~department of local government finance~~ **county**



1 **auditor shall, on forms prescribed by the department of local**
 2 **government finance**, adjust the base assessed value one (1) time to
 3 neutralize any effect of the annual adjustment on the property tax
 4 proceeds allocated to the redevelopment district under this section.
 5 However, the adjustments under this subsection:

6 (1) may not include the effect of phasing in assessed value due to
 7 property tax abatements under IC 6-1.1-12.1;

8 (2) may not produce less property tax proceeds allocable to the
 9 redevelopment district under subsection (b)(4) than would
 10 otherwise have been received if the reassessment under the
 11 reassessment plan or the annual adjustment had not occurred; and

12 (3) may decrease base assessed value only to the extent that
 13 assessed values in the allocation area have been decreased due to
 14 annual adjustments or the reassessment under the reassessment
 15 plan.

16 Assessed value increases attributable to the application of an abatement
 17 schedule under IC 6-1.1-12.1 may not be included in the base assessed
 18 value of an allocation area. ~~The department of local government~~
 19 ~~finance may prescribe procedures for county and township officials to~~
 20 ~~follow to assist the department in making the adjustments.~~ **The county**
 21 **auditor shall, in the manner prescribed by the department of local**
 22 **government finance, submit the forms required by this subsection**
 23 **to the department of local government finance no later than July**
 24 **15 of each year. If the county auditor fails to submit the forms by**
 25 **the deadline under this subsection, the county auditor shall allocate**
 26 **five percent (5%) of the assessed value in the allocation area that**
 27 **is used to calculate the allocation and distribution of allocated tax**
 28 **proceeds under this section to the respective taxing units. However,**
 29 **if the redevelopment commission notifies the county auditor and**
 30 **the department of local government finance, no later than July 15,**
 31 **that it is unable to meet its debt service obligations with regard to**
 32 **the allocation area without all or part of the allocated tax proceeds**
 33 **attributed to the assessed value that has been allocated to the**
 34 **respective taxing units, then the county auditor may not allocate**
 35 **five percent (5%) of the assessed value in the allocation area that**
 36 **is used to calculate the allocation and distribution of allocated tax**
 37 **proceeds under this section to the respective taxing units.**

38 (i) The allocation deadline referred to in subsection (b) is
 39 determined in the following manner:

40 (1) The initial allocation deadline is December 31, 2011.

41 (2) Subject to subdivision (3), the initial allocation deadline and
 42 subsequent allocation deadlines are automatically extended in



- 1 increments of five (5) years, so that allocation deadlines
- 2 subsequent to the initial allocation deadline fall on December 31,
- 3 2016, and December 31 of each fifth year thereafter.
- 4 (3) At least one (1) year before the date of an allocation deadline
- 5 determined under subdivision (2), the general assembly may enact
- 6 a law that:
 - 7 (A) terminates the automatic extension of allocation deadlines
 - 8 under subdivision (2); and
 - 9 (B) specifically designates a particular date as the final
 - 10 allocation deadline.
- 11 (j) If a redevelopment commission adopts a declaratory resolution
- 12 or an amendment to a declaratory resolution that contains an allocation
- 13 provision and the redevelopment commission makes either of the
- 14 filings required under section 17(e) of this chapter after the first
- 15 anniversary of the effective date of the allocation provision, the auditor
- 16 of the county in which the unit is located shall compute the base
- 17 assessed value for the allocation area using the assessment date
- 18 immediately preceding the later of:
 - 19 (1) the date on which the documents are filed with the county
 - 20 auditor; or
 - 21 (2) the date on which the documents are filed with the department
 - 22 of local government finance.
- 23 (k) For an allocation area established after June 30, 2025,
- 24 "residential property" refers to the assessed value of property that is
- 25 allocated to the one percent (1%) homestead land and improvement
- 26 categories in the county tax and billing software system.
- 27 SECTION 149. IC 36-7-14-48, AS AMENDED BY P.L.236-2023,
- 28 SECTION 180, IS AMENDED TO READ AS FOLLOWS
- 29 [EFFECTIVE UPON PASSAGE]: Sec. 48. (a) Notwithstanding section
- 30 39(a) of this chapter, with respect to the allocation and distribution of
- 31 property taxes for the accomplishment of a program adopted under
- 32 section 45 of this chapter, "base assessed value" means, subject to
- 33 section 39(j) of this chapter, the net assessed value of all of the
- 34 property, other than personal property, as finally determined for the
- 35 assessment date immediately preceding the effective date of the
- 36 allocation provision, as adjusted under section 39(h) of this chapter.
- 37 (b) The allocation fund established under section 39(b) of this
- 38 chapter for the allocation area for a program adopted under section 45
- 39 of this chapter may be used only for purposes related to the
- 40 accomplishment of the program, including the following:
 - 41 (1) The construction, rehabilitation, or repair of residential units
 - 42 within the allocation area.



- 1 (2) The construction, reconstruction, or repair of any
 2 infrastructure (including streets, sidewalks, and sewers) within or
 3 serving the allocation area.
- 4 (3) The acquisition of real property and interests in real property
 5 within the allocation area.
- 6 (4) The demolition of real property within the allocation area.
- 7 (5) The provision of financial assistance to enable individuals and
 8 families to purchase or lease residential units within the allocation
 9 area. However, financial assistance may be provided only to those
 10 individuals and families whose income is at or below the county's
 11 median income for individuals and families, respectively.
- 12 (6) The provision of financial assistance to neighborhood
 13 development corporations to permit them to provide financial
 14 assistance for the purposes described in subdivision (5).
- 15 (7) For property taxes first due and payable before January 1,
 16 2009, providing each taxpayer in the allocation area a credit for
 17 property tax replacement as determined under subsections (c) and
 18 (d). However, the commission may provide this credit only if the
 19 municipal legislative body (in the case of a redevelopment
 20 commission established by a municipality) or the county
 21 executive (in the case of a redevelopment commission established
 22 by a county) establishes the credit by ordinance adopted in the
 23 year before the year in which the credit is provided.
- 24 (c) The maximum credit that may be provided under subsection
 25 (b)(7) to a taxpayer in a taxing district that contains all or part of an
 26 allocation area established for a program adopted under section 45 of
 27 this chapter shall be determined as follows:
- 28 STEP ONE: Determine that part of the sum of the amounts
 29 described in IC 6-1.1-21-2(g)(1)(A) and IC 6-1.1-21-2(g)(2)
 30 through IC 6-1.1-21-2(g)(5) (before their repeal) that is
 31 attributable to the taxing district.
- 32 STEP TWO: Divide:
- 33 (A) that part of each county's eligible property tax replacement
 34 amount (as defined in IC 6-1.1-21-2) (before its repeal) for
 35 that year as determined under IC 6-1.1-21-4(a)(1) (before its
 36 repeal) that is attributable to the taxing district; by
 37 (B) the amount determined under STEP ONE.
- 38 STEP THREE: Multiply:
- 39 (A) the STEP TWO quotient; by
 40 (B) the taxpayer's taxes (as defined in IC 6-1.1-21-2) (before
 41 its repeal) levied in the taxing district allocated to the
 42 allocation fund, including the amount that would have been



1 allocated but for the credit.

2 (d) The commission may determine to grant to taxpayers in an
3 allocation area from its allocation fund a credit under this section, as
4 calculated under subsection (c). Except as provided in subsection (g),
5 one-half (1/2) of the credit shall be applied to each installment of taxes
6 (as defined in IC 6-1.1-21-2) (before its repeal) that under
7 IC 6-1.1-22-9 are due and payable in a year. The commission must
8 provide for the credit annually by a resolution and must find in the
9 resolution the following:

10 (1) That the money to be collected and deposited in the allocation
11 fund, based upon historical collection rates, after granting the
12 credit will equal the amounts payable for contractual obligations
13 from the fund, plus ten percent (10%) of those amounts.

14 (2) If bonds payable from the fund are outstanding, that there is
15 a debt service reserve for the bonds that at least equals the amount
16 of the credit to be granted.

17 (3) If bonds of a lessor under section 25.2 of this chapter or under
18 IC 36-1-10 are outstanding and if lease rentals are payable from
19 the fund, that there is a debt service reserve for those bonds that
20 at least equals the amount of the credit to be granted.

21 If the tax increment is insufficient to grant the credit in full, the
22 commission may grant the credit in part, prorated among all taxpayers.

23 (e) Notwithstanding section 39(b) of this chapter, the allocation
24 fund established under section 39(b) of this chapter for the allocation
25 area for a program adopted under section 45 of this chapter may only
26 be used to do one (1) or more of the following:

27 (1) Accomplish one (1) or more of the actions set forth in section
28 39(b)(4)(A) through 39(b)(4)(H) and 39(b)(4)(J) of this chapter
29 for property that is residential in nature.

30 (2) Reimburse the county or municipality for expenditures made
31 by the county or municipality in order to accomplish the housing
32 program in that allocation area.

33 The allocation fund may not be used for operating expenses of the
34 commission.

35 (f) Notwithstanding section 39(b) of this chapter, the commission
36 shall, relative to the allocation fund established under section 39(b) of
37 this chapter for an allocation area for a program adopted under section
38 45 of this chapter, do the following before June 15 of each year:

39 (1) Determine the amount, if any, by which the assessed value of
40 the taxable property in the allocation area for the most recent
41 assessment date minus the base assessed value, when multiplied
42 by the estimated tax rate of the allocation area, will exceed the



1 amount of assessed value needed to produce the property taxes
2 necessary to:

3 (A) make the distribution required under section 39(b)(2) and
4 39(b)(3) of this chapter;

5 (B) make, when due, principal and interest payments on bonds
6 described in section 39(b)(4) of this chapter;

7 (C) pay the amount necessary for other purposes described in
8 section 39(b)(4) of this chapter; and

9 (D) reimburse the county or municipality for anticipated
10 expenditures described in subsection (e)(2).

11 (2) Provide a written notice to the county auditor, the fiscal body
12 of the county or municipality that established the department of
13 redevelopment, and the officers who are authorized to fix budgets,
14 tax rates, and tax levies under IC 6-1.1-17-5 for each of the other
15 taxing units that is wholly or partly located within the allocation
16 area. The county auditor, upon receiving the notice, shall forward
17 this notice (in an electronic format) to the department of local
18 government finance not later than June 15 of each year. The
19 notice must:

20 (A) state the amount, if any, of excess property taxes that the
21 commission has determined may be paid to the respective
22 taxing units in the manner prescribed in section 39(b)(1) of
23 this chapter; or

24 (B) state that the commission has determined that there is no
25 excess assessed value that may be allocated to the respective
26 taxing units in the manner prescribed in subdivision (1).

27 The county auditor shall allocate to the respective taxing units the
28 amount, if any, of excess assessed value determined by the
29 commission. **If a commission fails to provide the notice under
30 this subdivision, the county auditor shall allocate five percent
31 (5%) of the assessed value in the allocation area that is used
32 to calculate the allocation and distribution of allocated tax
33 proceeds under this section to the respective taxing units.
34 However, if the commission notifies the county auditor and
35 the department of local government finance, no later than
36 June 15, that it is unable to meet its debt service obligations
37 with regard to the allocation area without all or part of the
38 allocated tax proceeds attributed to the assessed value that
39 has been allocated to the respective taxing units, then the
40 county auditor may not allocate five percent (5%) of the
41 assessed value in the allocation area that is used to calculate
42 the allocation and distribution of allocated tax proceeds under**



1 **this section to the respective taxing units.**
2 (3) If:
3 (A) the amount of excess assessed value determined by the
4 commission is expected to generate more than two hundred
5 percent (200%) of the amount of allocated tax proceeds
6 necessary to make, when due, principal and interest payments
7 on bonds described in subdivision (1); plus
8 (B) the amount necessary for other purposes described in
9 subdivision (1);
10 the commission shall submit to the legislative body of the unit its
11 determination of the excess assessed value that the commission
12 proposes to allocate to the respective taxing units in the manner
13 prescribed in subdivision (2). The legislative body of the unit may
14 approve the commission's determination or modify the amount of
15 the excess assessed value that will be allocated to the respective
16 taxing units in the manner prescribed in subdivision (2).
17 (g) This subsection applies to an allocation area only to the extent
18 that the net assessed value of property that is assessed as residential
19 property under the rules of the department of local government finance
20 is not included in the base assessed value. If property tax installments
21 with respect to a homestead (as defined in IC 6-1.1-12-37) are due in
22 installments established by the department of local government finance
23 under IC 6-1.1-22-9.5, each taxpayer subject to those installments in an
24 allocation area is entitled to an additional credit under subsection (d)
25 for the taxes (as defined in IC 6-1.1-21-2) (before its repeal) due in
26 installments. The credit shall be applied in the same proportion to each
27 installment of taxes (as defined in IC 6-1.1-21-2) (before its repeal).
28 SECTION 150. IC 36-7-14-52, AS AMENDED BY P.L.236-2023,
29 SECTION 181, IS AMENDED TO READ AS FOLLOWS
30 [EFFECTIVE UPON PASSAGE]: Sec. 52. (a) Notwithstanding section
31 39(a) of this chapter, with respect to the allocation and distribution of
32 property taxes for the accomplishment of the purposes of an
33 age-restricted housing program adopted under section 49 of this
34 chapter, "base assessed value" means, subject to section 39(j) of this
35 chapter, the net assessed value of all of the property, other than
36 personal property, as finally determined for the assessment date
37 immediately preceding the effective date of the allocation provision, as
38 adjusted under section 39(h) of this chapter.
39 (b) The allocation fund established under section 39(b) of this
40 chapter for the allocation area for an age-restricted housing program
41 adopted under section 49 of this chapter may be used only for purposes
42 related to the accomplishment of the purposes of the program,



- 1 including, but not limited to, the following:
- 2 (1) The construction of any infrastructure (including streets,
- 3 sidewalks, and sewers) or local public improvements in, serving,
- 4 or benefiting the allocation area.
- 5 (2) The acquisition of real property and interests in real property
- 6 within the allocation area.
- 7 (3) The preparation of real property in anticipation of
- 8 development of the real property within the allocation area.
- 9 (4) To do any of the following:
- 10 (A) Pay the principal of and interest on bonds or any other
- 11 obligations payable from allocated tax proceeds in the
- 12 allocation area that are incurred by the redevelopment district
- 13 for the purpose of financing or refinancing the age-restricted
- 14 housing program established under section 49 of this chapter
- 15 for the allocation area.
- 16 (B) Establish, augment, or restore the debt service reserve for
- 17 bonds payable solely or in part from allocated tax proceeds in
- 18 the allocation area.
- 19 (C) Pay the principal of and interest on bonds payable from
- 20 allocated tax proceeds in the allocation area and from the
- 21 special tax levied under section 27 of this chapter.
- 22 (D) Pay the principal of and interest on bonds issued by the
- 23 unit to pay for local public improvements that are physically
- 24 located in or physically connected to the allocation area.
- 25 (E) Pay premiums on the redemption before maturity of bonds
- 26 payable solely or in part from allocated tax proceeds in the
- 27 allocation area.
- 28 (F) Make payments on leases payable from allocated tax
- 29 proceeds in the allocation area under section 25.2 of this
- 30 chapter.
- 31 (G) Reimburse the unit for expenditures made by the unit for
- 32 local public improvements (which include buildings, parking
- 33 facilities, and other items described in section 25.1(a) of this
- 34 chapter) that are physically located in or physically connected
- 35 to the allocation area.
- 36 (c) Notwithstanding section 39(b) of this chapter, the commission
- 37 shall, relative to the allocation fund established under section 39(b) of
- 38 this chapter for an allocation area for an age-restricted housing program
- 39 adopted under section 49 of this chapter, do the following before June
- 40 15 of each year:
- 41 (1) Determine the amount, if any, by which the assessed value of
- 42 the taxable property in the allocation area for the most recent



1 assessment date minus the base assessed value, when multiplied
 2 by the estimated tax rate of the allocation area, will exceed the
 3 amount of assessed value needed to produce the property taxes
 4 necessary to:

5 (A) make the distribution required under section 39(b)(2) and
 6 39(b)(3) of this chapter;

7 (B) make, when due, principal and interest payments on bonds
 8 described in section 39(b)(4) of this chapter;

9 (C) pay the amount necessary for other purposes described in
 10 section 39(b)(4) of this chapter; and

11 (D) reimburse the county or municipality for anticipated
 12 expenditures described in subsection (b)(2).

13 (2) Provide a written notice to the county auditor, the fiscal body
 14 of the county or municipality that established the department of
 15 redevelopment, and the officers who are authorized to fix budgets,
 16 tax rates, and tax levies under IC 6-1.1-17-5 for each of the other
 17 taxing units that is wholly or partly located within the allocation
 18 area. The county auditor, upon receiving the notice, shall forward
 19 this notice (in an electronic format) to the department of local
 20 government finance not later than June 15 of each year. The
 21 notice must:

22 (A) state the amount, if any, of excess property taxes that the
 23 commission has determined may be paid to the respective
 24 taxing units in the manner prescribed in section 39(b)(1) of
 25 this chapter; or

26 (B) state that the commission has determined that there is no
 27 excess assessed value that may be allocated to the respective
 28 taxing units in the manner prescribed in subdivision (1).

29 The county auditor shall allocate to the respective taxing units the
 30 amount, if any, of excess assessed value determined by the
 31 commission. **If a commission fails to provide the notice under
 32 subdivision (2), the county auditor shall allocate five percent (5%)
 33 of the assessed value in the allocation area that is used to calculate
 34 the allocation and distribution of allocated tax proceeds under this
 35 section to the respective taxing units. However, if the commission
 36 notifies the county auditor and the department of local government
 37 finance, no later than July 15, that it is unable to meet its debt
 38 service obligations with regard to the allocation area without all or
 39 part of the allocated tax proceeds attributed to the assessed value
 40 that has been allocated to the respective taxing units, then the
 41 county auditor may not allocate five percent (5%) of the assessed
 42 value in the allocation area that is used to calculate the allocation**



1 **and distribution of allocated tax proceeds under this section to the**
 2 **respective taxing units.**

3 SECTION 151. IC 36-7-14.2-1, AS ADDED BY P.L.80-2014,
 4 SECTION 11, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 5 UPON PASSAGE]: Sec. 1. As used in this chapter, "property taxes"
 6 means:

- 7 (1) property taxes, as described in:
 8 (A) ~~IC 6-1.1-39-5(g)~~; **IC 6-1.1-39-5(h)**;
 9 (B) IC 36-7-14-39(a);
 10 (C) IC 36-7-14-39.2;
 11 (D) IC 36-7-14-39.3(c);
 12 (E) IC 36-7-14.5-12.5;
 13 (F) IC 36-7-15.1-26(a);
 14 (G) IC 36-7-15.1-26.2(c);
 15 (H) IC 36-7-15.1-53(a);
 16 (I) IC 36-7-15.1-55(c);
 17 (J) IC 36-7-30-25(a)(3);
 18 (K) IC 36-7-30-26(c);
 19 (L) IC 36-7-30.5-30; or
 20 (M) IC 36-7-30.5-31; and
 21 (2) for allocation areas created under IC 8-22-3.5, the taxes
 22 assessed on taxable tangible property in the allocation area.

23 SECTION 152. IC 36-7-15.1-26, AS AMENDED BY P.L.174-2022,
 24 SECTION 72, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 25 UPON PASSAGE]: Sec. 26. (a) As used in this section:

26 "Allocation area" means that part of a redevelopment project area
 27 to which an allocation provision of a resolution adopted under section
 28 8 of this chapter refers for purposes of distribution and allocation of
 29 property taxes.

30 "Base assessed value" means, subject to subsection (j), the
 31 following:

- 32 (1) If an allocation provision is adopted after June 30, 1995, in a
 33 declaratory resolution or an amendment to a declaratory
 34 resolution establishing an economic development area:
 35 (A) the net assessed value of all the property as finally
 36 determined for the assessment date immediately preceding the
 37 effective date of the allocation provision of the declaratory
 38 resolution, as adjusted under subsection (h); plus
 39 (B) to the extent that it is not included in clause (A), the net
 40 assessed value of property that is assessed as residential
 41 property under the rules of the department of local government
 42 finance, within the allocation area, as finally determined for



- 1 the current assessment date.
- 2 (2) If an allocation provision is adopted after June 30, 1997, in a
3 declaratory resolution or an amendment to a declaratory
4 resolution establishing a redevelopment project area:
5 (A) the net assessed value of all the property as finally
6 determined for the assessment date immediately preceding the
7 effective date of the allocation provision of the declaratory
8 resolution, as adjusted under subsection (h); plus
9 (B) to the extent that it is not included in clause (A), the net
10 assessed value of property that is assessed as residential
11 property under the rules of the department of local government
12 finance, within the allocation area, as finally determined for
13 the current assessment date.
- 14 (3) If:
15 (A) an allocation provision adopted before June 30, 1995, in
16 a declaratory resolution or an amendment to a declaratory
17 resolution establishing a redevelopment project area expires
18 after June 30, 1997; and
19 (B) after June 30, 1997, a new allocation provision is included
20 in an amendment to the declaratory resolution;
21 the net assessed value of all the property as finally determined for
22 the assessment date immediately preceding the effective date of
23 the allocation provision adopted after June 30, 1997, as adjusted
24 under subsection (h).
- 25 (4) Except as provided in subdivision (5), for all other allocation
26 areas, the net assessed value of all the property as finally
27 determined for the assessment date immediately preceding the
28 effective date of the allocation provision of the declaratory
29 resolution, as adjusted under subsection (h).
- 30 (5) If an allocation area established in an economic development
31 area before July 1, 1995, is expanded after June 30, 1995, the
32 definition in subdivision (1) applies to the expanded part of the
33 area added after June 30, 1995.
- 34 (6) If an allocation area established in a redevelopment project
35 area before July 1, 1997, is expanded after June 30, 1997, the
36 definition in subdivision (2) applies to the expanded part of the
37 area added after June 30, 1997.
- 38 Except as provided in section 26.2 of this chapter, "property taxes"
39 means taxes imposed under IC 6-1.1 on real property. However, upon
40 approval by a resolution of the redevelopment commission adopted
41 before June 1, 1987, "property taxes" also includes taxes imposed
42 under IC 6-1.1 on depreciable personal property. If a redevelopment



1 commission adopted before June 1, 1987, a resolution to include within
2 the definition of property taxes, taxes imposed under IC 6-1.1 on
3 depreciable personal property that has a useful life in excess of eight
4 (8) years, the commission may by resolution determine the percentage
5 of taxes imposed under IC 6-1.1 on all depreciable personal property
6 that will be included within the definition of property taxes. However,
7 the percentage included must not exceed twenty-five percent (25%) of
8 the taxes imposed under IC 6-1.1 on all depreciable personal property.

9 (b) A resolution adopted under section 8 of this chapter on or before
10 the allocation deadline determined under subsection (i) may include a
11 provision with respect to the allocation and distribution of property
12 taxes for the purposes and in the manner provided in this section. A
13 resolution previously adopted may include an allocation provision by
14 the amendment of that resolution on or before the allocation deadline
15 determined under subsection (i) in accordance with the procedures
16 required for its original adoption. A declaratory resolution or
17 amendment that establishes an allocation provision must include a
18 specific finding of fact, supported by evidence, that the adoption of the
19 allocation provision will result in new property taxes in the area that
20 would not have been generated but for the adoption of the allocation
21 provision. For an allocation area established before July 1, 1995, the
22 expiration date of any allocation provisions for the allocation area is
23 June 30, 2025, or the last date of any obligations that are outstanding
24 on July 1, 2015, whichever is later. However, for an allocation area
25 identified as the Consolidated Allocation Area in the report submitted
26 in 2013 to the fiscal body under section 36.3 of this chapter, the
27 expiration date of any allocation provisions for the allocation area is
28 January 1, 2051. A declaratory resolution or an amendment that
29 establishes an allocation provision after June 30, 1995, must specify an
30 expiration date for the allocation provision. For an allocation area
31 established before July 1, 2008, the expiration date may not be more
32 than thirty (30) years after the date on which the allocation provision
33 is established. For an allocation area established after June 30, 2008,
34 the expiration date may not be more than twenty-five (25) years after
35 the date on which the first obligation was incurred to pay principal and
36 interest on bonds or lease rentals on leases payable from tax increment
37 revenues. However, with respect to bonds or other obligations that were
38 issued before July 1, 2008, if any of the bonds or other obligations that
39 were scheduled when issued to mature before the specified expiration
40 date and that are payable only from allocated tax proceeds with respect
41 to the allocation area remain outstanding as of the expiration date, the
42 allocation provision does not expire until all of the bonds or other



1 obligations are no longer outstanding. The allocation provision may
 2 apply to all or part of the redevelopment project area. The allocation
 3 provision must require that any property taxes subsequently levied by
 4 or for the benefit of any public body entitled to a distribution of
 5 property taxes on taxable property in the allocation area be allocated
 6 and distributed as follows:

7 (1) Except as otherwise provided in this section, the proceeds of
 8 the taxes attributable to the lesser of:

9 (A) the assessed value of the property for the assessment date
 10 with respect to which the allocation and distribution is made;

11 or

12 (B) the base assessed value;

13 shall be allocated to and, when collected, paid into the funds of
 14 the respective taxing units.

15 (2) The excess of the proceeds of the property taxes imposed for
 16 the assessment date with respect to which the allocation and
 17 distribution is made that are attributable to taxes imposed after
 18 being approved by the voters in a referendum or local public
 19 question conducted after April 30, 2010, not otherwise included
 20 in subdivision (1) shall be allocated to and, when collected, paid
 21 into the funds of the taxing unit for which the referendum or local
 22 public question was conducted.

23 (3) Except as otherwise provided in this section, property tax
 24 proceeds in excess of those described in subdivisions (1) and (2)
 25 shall be allocated to the redevelopment district and, when
 26 collected, paid into a special fund for that allocation area that may
 27 be used by the redevelopment district only to do one (1) or more
 28 of the following:

29 (A) Pay the principal of and interest on any obligations
 30 payable solely from allocated tax proceeds that are incurred by
 31 the redevelopment district for the purpose of financing or
 32 refinancing the redevelopment of that allocation area.

33 (B) Establish, augment, or restore the debt service reserve for
 34 bonds payable solely or in part from allocated tax proceeds in
 35 that allocation area.

36 (C) Pay the principal of and interest on bonds payable from
 37 allocated tax proceeds in that allocation area and from the
 38 special tax levied under section 19 of this chapter.

39 (D) Pay the principal of and interest on bonds issued by the
 40 consolidated city to pay for local public improvements that are
 41 physically located in or physically connected to that allocation
 42 area.



- 1 (E) Pay premiums on the redemption before maturity of bonds
2 payable solely or in part from allocated tax proceeds in that
3 allocation area.
- 4 (F) Make payments on leases payable from allocated tax
5 proceeds in that allocation area under section 17.1 of this
6 chapter.
- 7 (G) Reimburse the consolidated city for expenditures for local
8 public improvements (which include buildings, parking
9 facilities, and other items set forth in section 17 of this
10 chapter) that are physically located in or physically connected
11 to that allocation area.
- 12 (H) Reimburse the unit for rentals paid by it for a building or
13 parking facility that is physically located in or physically
14 connected to that allocation area under any lease entered into
15 under IC 36-1-10.
- 16 (I) Reimburse public and private entities for expenses incurred
17 in training employees of industrial facilities that are located:
18 (i) in the allocation area; and
19 (ii) on a parcel of real property that has been classified as
20 industrial property under the rules of the department of local
21 government finance.
- 22 However, the total amount of money spent for this purpose in
23 any year may not exceed the total amount of money in the
24 allocation fund that is attributable to property taxes paid by the
25 industrial facilities described in this clause. The
26 reimbursements under this clause must be made within three
27 (3) years after the date on which the investments that are the
28 basis for the increment financing are made.
- 29 (J) Pay the costs of carrying out an eligible efficiency project
30 (as defined in IC 36-9-41-1.5) within the unit that established
31 the redevelopment commission. However, property tax
32 proceeds may be used under this clause to pay the costs of
33 carrying out an eligible efficiency project only if those
34 property tax proceeds exceed the amount necessary to do the
35 following:
- 36 (i) Make, when due, any payments required under clauses
37 (A) through (I), including any payments of principal and
38 interest on bonds and other obligations payable under this
39 subdivision, any payments of premiums under this
40 subdivision on the redemption before maturity of bonds, and
41 any payments on leases payable under this subdivision.
- 42 (ii) Make any reimbursements required under this



1 subdivision.

2 (iii) Pay any expenses required under this subdivision.

3 (iv) Establish, augment, or restore any debt service reserve

4 under this subdivision.

5 (K) Expend money and provide financial assistance as

6 authorized in section 7(a)(21) of this chapter.

7 The special fund may not be used for operating expenses of the

8 commission.

9 (4) Before June 15 of each year, the commission shall do the

10 following:

11 (A) Determine the amount, if any, by which the assessed value

12 of the taxable property in the allocation area for the most

13 recent assessment date minus the base assessed value, when

14 multiplied by the estimated tax rate of the allocation area will

15 exceed the amount of assessed value needed to provide the

16 property taxes necessary to make, when due, principal and

17 interest payments on bonds described in subdivision (3) plus

18 the amount necessary for other purposes described in

19 subdivision (3) and subsection (g).

20 (B) Provide a written notice to the county auditor, the

21 legislative body of the consolidated city, the officers who are

22 authorized to fix budgets, tax rates, and tax levies under

23 IC 6-1.1-17-5 for each of the other taxing units that is wholly

24 or partly located within the allocation area, and (in an

25 electronic format) the department of local government finance.

26 The notice must:

27 (i) state the amount, if any, of excess assessed value that the

28 commission has determined may be allocated to the

29 respective taxing units in the manner prescribed in

30 subdivision (1); or

31 (ii) state that the commission has determined that there is no

32 excess assessed value that may be allocated to the respective

33 taxing units in the manner prescribed in subdivision (1).

34 The county auditor shall allocate to the respective taxing units

35 the amount, if any, of excess assessed value determined by the

36 commission. The commission may not authorize an allocation

37 to the respective taxing units under this subdivision if to do so

38 would endanger the interests of the holders of bonds described

39 in subdivision (3). **If a commission fails to provide the**

40 **notice under this clause, the county auditor shall allocate**

41 **five percent (5%) of the assessed value in the allocation**

42 **area that is used to calculate the allocation and distribution**



1 of allocated tax proceeds under this section to the
 2 respective taxing units. However, if the commission notifies
 3 the county auditor and the department of local government
 4 finance, no later than July 15, that it is unable to meet its
 5 debt service obligations with regard to the allocation area
 6 without all or part of the allocated tax proceeds attributed
 7 to the assessed value that has been allocated to the
 8 respective taxing units, then the county auditor may not
 9 allocate five percent (5%) of the assessed value in the
 10 allocation area that is used to calculate the allocation and
 11 distribution of allocated tax proceeds under this section to
 12 the respective taxing units.

13 (C) If:
 14 (i) the amount of excess assessed value determined by the
 15 commission is expected to generate more than two hundred
 16 percent (200%) of the amount of allocated tax proceeds
 17 necessary to make, when due, principal and interest
 18 payments on bonds described in subdivision (3); plus
 19 (ii) the amount necessary for other purposes described in
 20 subdivision (3) and subsection (g);

21 the commission shall submit to the legislative body of the unit
 22 the commission's determination of the excess assessed value
 23 that the commission proposes to allocate to the respective
 24 taxing units in the manner prescribed in subdivision (1). The
 25 legislative body of the unit may approve the commission's
 26 determination or modify the amount of the excess assessed
 27 value that will be allocated to the respective taxing units in the
 28 manner prescribed in subdivision (1).

29 (c) For the purpose of allocating taxes levied by or for any taxing
 30 unit or units, the assessed value of taxable property in a territory in the
 31 allocation area that is annexed by any taxing unit after the effective
 32 date of the allocation provision of the resolution is the lesser of:

- 33 (1) the assessed value of the property for the assessment date with
- 34 respect to which the allocation and distribution is made; or
- 35 (2) the base assessed value.

36 (d) Property tax proceeds allocable to the redevelopment district
 37 under subsection (b)(3) may, subject to subsection (b)(4), be
 38 irrevocably pledged by the redevelopment district for payment as set
 39 forth in subsection (b)(3).

40 (e) Notwithstanding any other law, each assessor shall, upon
 41 petition of the commission, reassess the taxable property situated upon
 42 or in, or added to, the allocation area, effective on the next assessment



1 date after the petition.

2 (f) Notwithstanding any other law, the assessed value of all taxable
3 property in the allocation area, for purposes of tax limitation, property
4 tax replacement, and formulation of the budget, tax rate, and tax levy
5 for each political subdivision in which the property is located is the
6 lesser of:

- 7 (1) the assessed value of the property as valued without regard to
8 this section; or
9 (2) the base assessed value.

10 (g) If any part of the allocation area is located in an enterprise zone
11 created under IC 5-28-15, the unit that designated the allocation area
12 shall create funds as specified in this subsection. A unit that has
13 obligations, bonds, or leases payable from allocated tax proceeds under
14 subsection (b)(3) shall establish an allocation fund for the purposes
15 specified in subsection (b)(3) and a special zone fund. Such a unit
16 shall, until the end of the enterprise zone phase out period, deposit each
17 year in the special zone fund the amount in the allocation fund derived
18 from property tax proceeds in excess of those described in subsection
19 (b)(1) and (b)(2) from property located in the enterprise zone that
20 exceeds the amount sufficient for the purposes specified in subsection
21 (b)(3) for the year. A unit that has no obligations, bonds, or leases
22 payable from allocated tax proceeds under subsection (b)(3) shall
23 establish a special zone fund and deposit all the property tax proceeds
24 in excess of those described in subsection (b)(1) and (b)(2) in the fund
25 derived from property tax proceeds in excess of those described in
26 subsection (b)(1) and (b)(2) from property located in the enterprise
27 zone. The unit that creates the special zone fund shall use the fund,
28 based on the recommendations of the urban enterprise association, for
29 one (1) or more of the following purposes:

- 30 (1) To pay for programs in job training, job enrichment, and basic
31 skill development designed to benefit residents and employers in
32 the enterprise zone. The programs must reserve at least one-half
33 (1/2) of the enrollment in any session for residents of the
34 enterprise zone.
35 (2) To make loans and grants for the purpose of stimulating
36 business activity in the enterprise zone or providing employment
37 for enterprise zone residents in the enterprise zone. These loans
38 and grants may be made to the following:
39 (A) Businesses operating in the enterprise zone.
40 (B) Businesses that will move their operations to the enterprise
41 zone if such a loan or grant is made.
42 (3) To provide funds to carry out other purposes specified in



1 subsection (b)(3). However, where reference is made in
2 subsection (b)(3) to the allocation area, the reference refers for
3 purposes of payments from the special zone fund only to that part
4 of the allocation area that is also located in the enterprise zone.

5 (h) The state board of accounts and department of local government
6 finance shall make the rules and prescribe the forms and procedures
7 that they consider expedient for the implementation of this chapter.
8 After each reassessment under a reassessment plan prepared under
9 IC 6-1.1-4-4.2, the ~~department of local government finance~~ **county**
10 **auditor** shall, **on forms prescribed by the department of local**
11 **government finance**, adjust the base assessed value one (1) time to
12 neutralize any effect of the reassessment of the real property in the area
13 on the property tax proceeds allocated to the redevelopment district
14 under this section. After each annual adjustment under IC 6-1.1-4-4.5,
15 the ~~department of local government finance~~ **county auditor** shall, **on**
16 **forms prescribed by the department of local government finance**,
17 adjust the base assessed value to neutralize any effect of the annual
18 adjustment on the property tax proceeds allocated to the redevelopment
19 district under this section. However, the adjustments under this
20 subsection may not include the effect of property tax abatements under
21 IC 6-1.1-12.1, and these adjustments may not produce less property tax
22 proceeds allocable to the redevelopment district under subsection
23 (b)(3) than would otherwise have been received if the reassessment
24 under the reassessment plan or annual adjustment had not occurred.
25 ~~The department of local government finance may prescribe procedures~~
26 ~~for county and township officials to follow to assist the department in~~
27 ~~making the adjustments.~~ **The county auditor shall, in the manner**
28 **prescribed by the department of local government finance, submit**
29 **the forms required by this subsection to the department of local**
30 **government finance no later than July 15 of each year. If the**
31 **county auditor fails to submit the forms by the deadline under this**
32 **subsection, the county auditor shall allocate five percent (5%) of**
33 **the assessed value in the allocation area that is used to calculate the**
34 **allocation and distribution of allocated tax proceeds under this**
35 **section to the respective taxing units. However, if the commission**
36 **notifies the county auditor and the department of local government**
37 **finance, no later than July 15, that it is unable to meet its debt**
38 **service obligations with regard to the allocation area without all or**
39 **part of the allocated tax proceeds attributed to the assessed value**
40 **that has been allocated to the respective taxing units, then the**
41 **county auditor may not allocate five percent (5%) of the assessed**
42 **value in the allocation area that is used to calculate the allocation**



1 **and distribution of allocated tax proceeds under this section to the**
 2 **respective taxing units.**

3 (i) The allocation deadline referred to in subsection (b) is
 4 determined in the following manner:

5 (1) The initial allocation deadline is December 31, 2011.

6 (2) Subject to subdivision (3), the initial allocation deadline and
 7 subsequent allocation deadlines are automatically extended in
 8 increments of five (5) years, so that allocation deadlines
 9 subsequent to the initial allocation deadline fall on December 31,
 10 2016, and December 31 of each fifth year thereafter.

11 (3) At least one (1) year before the date of an allocation deadline
 12 determined under subdivision (2), the general assembly may enact
 13 a law that:

14 (A) terminates the automatic extension of allocation deadlines
 15 under subdivision (2); and

16 (B) specifically designates a particular date as the final
 17 allocation deadline.

18 (j) If the commission adopts a declaratory resolution or an
 19 amendment to a declaratory resolution that contains an allocation
 20 provision and the commission makes either of the filings required
 21 under section 10(e) of this chapter after the first anniversary of the
 22 effective date of the allocation provision, the auditor of the county in
 23 which the unit is located shall compute the base assessed value for the
 24 allocation area using the assessment date immediately preceding the
 25 later of:

26 (1) the date on which the documents are filed with the county
 27 auditor; or

28 (2) the date on which the documents are filed with the department
 29 of local government finance.

30 (k) For an allocation area established after June 30, 2024,
 31 "residential property" refers to the assessed value of property that is
 32 allocated to the one percent (1%) homestead land and improvement
 33 categories in the county tax and billing software system, along with the
 34 residential assessed value as defined for purposes of calculating the
 35 rate for the local income tax property tax relief credit designated for
 36 residential property under IC 6-3.6-5-6(d)(3).

37 SECTION 153. IC 36-7-15.1-26, AS AMENDED BY P.L.68-2025,
 38 SECTION 235, IS AMENDED TO READ AS FOLLOWS
 39 [EFFECTIVE JULY 1, 2028]: Sec. 26. (a) As used in this section:

40 "Allocation area" means that part of a redevelopment project area
 41 to which an allocation provision of a resolution adopted under section
 42 8 of this chapter refers for purposes of distribution and allocation of



- 1 property taxes.
- 2 "Base assessed value" means, subject to subsection (j), the
- 3 following:
- 4 (1) If an allocation provision is adopted after June 30, 1995, in a
- 5 declaratory resolution or an amendment to a declaratory
- 6 resolution establishing an economic development area:
- 7 (A) the net assessed value of all the property as finally
- 8 determined for the assessment date immediately preceding the
- 9 effective date of the allocation provision of the declaratory
- 10 resolution, as adjusted under subsection (h); plus
- 11 (B) to the extent that it is not included in clause (A), the net
- 12 assessed value of property that is assessed as residential
- 13 property under the rules of the department of local government
- 14 finance, within the allocation area, as finally determined for
- 15 the current assessment date.
- 16 (2) If an allocation provision is adopted after June 30, 1997, in a
- 17 declaratory resolution or an amendment to a declaratory
- 18 resolution establishing a redevelopment project area:
- 19 (A) the net assessed value of all the property as finally
- 20 determined for the assessment date immediately preceding the
- 21 effective date of the allocation provision of the declaratory
- 22 resolution, as adjusted under subsection (h); plus
- 23 (B) to the extent that it is not included in clause (A), the net
- 24 assessed value of property that is assessed as residential
- 25 property under the rules of the department of local government
- 26 finance, within the allocation area, as finally determined for
- 27 the current assessment date.
- 28 (3) If:
- 29 (A) an allocation provision adopted before June 30, 1995, in
- 30 a declaratory resolution or an amendment to a declaratory
- 31 resolution establishing a redevelopment project area expires
- 32 after June 30, 1997; and
- 33 (B) after June 30, 1997, a new allocation provision is included
- 34 in an amendment to the declaratory resolution;
- 35 the net assessed value of all the property as finally determined for
- 36 the assessment date immediately preceding the effective date of
- 37 the allocation provision adopted after June 30, 1997, as adjusted
- 38 under subsection (h).
- 39 (4) Except as provided in subdivision (5), for all other allocation
- 40 areas, the net assessed value of all the property as finally
- 41 determined for the assessment date immediately preceding the
- 42 effective date of the allocation provision of the declaratory



1 resolution, as adjusted under subsection (h).

2 (5) If an allocation area established in an economic development
3 area before July 1, 1995, is expanded after June 30, 1995, the
4 definition in subdivision (1) applies to the expanded part of the
5 area added after June 30, 1995.

6 (6) If an allocation area established in a redevelopment project
7 area before July 1, 1997, is expanded after June 30, 1997, the
8 definition in subdivision (2) applies to the expanded part of the
9 area added after June 30, 1997.

10 Except as provided in section 26.2 of this chapter, "property taxes"
11 means taxes imposed under IC 6-1.1 on real property. However, upon
12 approval by a resolution of the redevelopment commission adopted
13 before June 1, 1987, "property taxes" also includes taxes imposed
14 under IC 6-1.1 on depreciable personal property. If a redevelopment
15 commission adopted before June 1, 1987, a resolution to include within
16 the definition of property taxes, taxes imposed under IC 6-1.1 on
17 depreciable personal property that has a useful life in excess of eight
18 (8) years, the commission may by resolution determine the percentage
19 of taxes imposed under IC 6-1.1 on all depreciable personal property
20 that will be included within the definition of property taxes. However,
21 the percentage included must not exceed twenty-five percent (25%) of
22 the taxes imposed under IC 6-1.1 on all depreciable personal property.

23 (b) A resolution adopted under section 8 of this chapter on or before
24 the allocation deadline determined under subsection (i) may include a
25 provision with respect to the allocation and distribution of property
26 taxes for the purposes and in the manner provided in this section. A
27 resolution previously adopted may include an allocation provision by
28 the amendment of that resolution on or before the allocation deadline
29 determined under subsection (i) in accordance with the procedures
30 required for its original adoption. A declaratory resolution or
31 amendment that establishes an allocation provision must include a
32 specific finding of fact, supported by evidence, that the adoption of the
33 allocation provision will result in new property taxes in the area that
34 would not have been generated but for the adoption of the allocation
35 provision. For an allocation area established before July 1, 1995, the
36 expiration date of any allocation provisions for the allocation area is
37 June 30, 2025, or the last date of any obligations that are outstanding
38 on July 1, 2015, whichever is later. However, for an allocation area
39 identified as the Consolidated Allocation Area in the report submitted
40 in 2013 to the fiscal body under section 36.3 of this chapter, the
41 expiration date of any allocation provisions for the allocation area is
42 January 1, 2051. A declaratory resolution or an amendment that



1 establishes an allocation provision after June 30, 1995, must specify an
2 expiration date for the allocation provision. For an allocation area
3 established before July 1, 2008, the expiration date may not be more
4 than thirty (30) years after the date on which the allocation provision
5 is established. For an allocation area established after June 30, 2008,
6 the expiration date may not be more than twenty-five (25) years after
7 the date on which the first obligation was incurred to pay principal and
8 interest on bonds or lease rentals on leases payable from tax increment
9 revenues. However, with respect to bonds or other obligations that were
10 issued before July 1, 2008, if any of the bonds or other obligations that
11 were scheduled when issued to mature before the specified expiration
12 date and that are payable only from allocated tax proceeds with respect
13 to the allocation area remain outstanding as of the expiration date, the
14 allocation provision does not expire until all of the bonds or other
15 obligations are no longer outstanding. The allocation provision may
16 apply to all or part of the redevelopment project area. The allocation
17 provision must require that any property taxes subsequently levied by
18 or for the benefit of any public body entitled to a distribution of
19 property taxes on taxable property in the allocation area be allocated
20 and distributed as follows:

21 (1) Except as otherwise provided in this section, the proceeds of
22 the taxes attributable to the lesser of:

23 (A) the assessed value of the property for the assessment date
24 with respect to which the allocation and distribution is made;

25 or

26 (B) the base assessed value;

27 shall be allocated to and, when collected, paid into the funds of
28 the respective taxing units.

29 (2) The excess of the proceeds of the property taxes imposed for
30 the assessment date with respect to which the allocation and
31 distribution is made that are attributable to taxes imposed after
32 being approved by the voters in a referendum or local public
33 question conducted after April 30, 2010, not otherwise included
34 in subdivision (1) shall be allocated to and, when collected, paid
35 into the funds of the taxing unit for which the referendum or local
36 public question was conducted.

37 (3) Except as otherwise provided in this section, property tax
38 proceeds in excess of those described in subdivisions (1) and (2)
39 shall be allocated to the redevelopment district and, when
40 collected, paid into a special fund for that allocation area that may
41 be used by the redevelopment district only to do one (1) or more
42 of the following:



- 1 (A) Pay the principal of and interest on any obligations
- 2 payable solely from allocated tax proceeds that are incurred by
- 3 the redevelopment district for the purpose of financing or
- 4 refinancing the redevelopment of that allocation area.
- 5 (B) Establish, augment, or restore the debt service reserve for
- 6 bonds payable solely or in part from allocated tax proceeds in
- 7 that allocation area.
- 8 (C) Pay the principal of and interest on bonds payable from
- 9 allocated tax proceeds in that allocation area and from the
- 10 special tax levied under section 19 of this chapter.
- 11 (D) Pay the principal of and interest on bonds issued by the
- 12 consolidated city to pay for local public improvements that are
- 13 physically located in or physically connected to that allocation
- 14 area.
- 15 (E) Pay premiums on the redemption before maturity of bonds
- 16 payable solely or in part from allocated tax proceeds in that
- 17 allocation area.
- 18 (F) Make payments on leases payable from allocated tax
- 19 proceeds in that allocation area under section 17.1 of this
- 20 chapter.
- 21 (G) Reimburse the consolidated city for expenditures for local
- 22 public improvements (which include buildings, parking
- 23 facilities, and other items set forth in section 17 of this
- 24 chapter) that are physically located in or physically connected
- 25 to that allocation area.
- 26 (H) Reimburse the unit for rentals paid by it for a building or
- 27 parking facility that is physically located in or physically
- 28 connected to that allocation area under any lease entered into
- 29 under IC 36-1-10.
- 30 (I) Reimburse public and private entities for expenses incurred
- 31 in training employees of industrial facilities that are located:
- 32 (i) in the allocation area; and
- 33 (ii) on a parcel of real property that has been classified as
- 34 industrial property under the rules of the department of local
- 35 government finance.
- 36 However, the total amount of money spent for this purpose in
- 37 any year may not exceed the total amount of money in the
- 38 allocation fund that is attributable to property taxes paid by the
- 39 industrial facilities described in this clause. The
- 40 reimbursements under this clause must be made within three
- 41 (3) years after the date on which the investments that are the
- 42 basis for the increment financing are made.



- 1 (J) Pay the costs of carrying out an eligible efficiency project
- 2 (as defined in IC 36-9-41-1.5) within the unit that established
- 3 the redevelopment commission. However, property tax
- 4 proceeds may be used under this clause to pay the costs of
- 5 carrying out an eligible efficiency project only if those
- 6 property tax proceeds exceed the amount necessary to do the
- 7 following:
- 8 (i) Make, when due, any payments required under clauses
- 9 (A) through (I), including any payments of principal and
- 10 interest on bonds and other obligations payable under this
- 11 subdivision, any payments of premiums under this
- 12 subdivision on the redemption before maturity of bonds, and
- 13 any payments on leases payable under this subdivision.
- 14 (ii) Make any reimbursements required under this
- 15 subdivision.
- 16 (iii) Pay any expenses required under this subdivision.
- 17 (iv) Establish, augment, or restore any debt service reserve
- 18 under this subdivision.
- 19 (K) Expend money and provide financial assistance as
- 20 authorized in section 7(a)(21) of this chapter.
- 21 The special fund may not be used for operating expenses of the
- 22 commission.
- 23 (4) Before June 15 of each year, the commission shall do the
- 24 following:
- 25 (A) Determine the amount, if any, by which the assessed value
- 26 of the taxable property in the allocation area for the most
- 27 recent assessment date minus the base assessed value, when
- 28 multiplied by the estimated tax rate of the allocation area will
- 29 exceed the amount of assessed value needed to provide the
- 30 property taxes necessary to make, when due, principal and
- 31 interest payments on bonds described in subdivision (3) plus
- 32 the amount necessary for other purposes described in
- 33 subdivision (3) and subsection (g).
- 34 (B) Provide a written notice to the county auditor, the
- 35 legislative body of the consolidated city, the officers who are
- 36 authorized to fix budgets, tax rates, and tax levies under
- 37 IC 6-1.1-17-5 for each of the other taxing units that is wholly
- 38 or partly located within the allocation area, and (in an
- 39 electronic format) the department of local government finance.
- 40 The notice must:
- 41 (i) state the amount, if any, of excess assessed value that the
- 42 commission has determined may be allocated to the



1 respective taxing units in the manner prescribed in
2 subdivision (1); or

3 (ii) state that the commission has determined that there is no
4 excess assessed value that may be allocated to the respective
5 taxing units in the manner prescribed in subdivision (1).

6 The county auditor shall allocate to the respective taxing units
7 the amount, if any, of excess assessed value determined by the
8 commission. The commission may not authorize an allocation
9 to the respective taxing units under this subdivision if to do so
10 would endanger the interests of the holders of bonds described
11 in subdivision (3). **If a commission fails to provide the**
12 **notice under this clause, the county auditor shall allocate**
13 **five percent (5%) of the assessed value in the allocation**
14 **area that is used to calculate the allocation and distribution**
15 **of allocated tax proceeds under this section to the**
16 **respective taxing units. However, if the commission notifies**
17 **the county auditor and the department of local government**
18 **finance, no later than July 15, that it is unable to meet its**
19 **debt service obligations with regard to the allocation area**
20 **without all or part of the allocated tax proceeds attributed**
21 **to the assessed value that has been allocated to the**
22 **respective taxing units, then the county auditor may not**
23 **allocate five percent (5%) of the assessed value in the**
24 **allocation area that is used to calculate the allocation and**
25 **distribution of allocated tax proceeds under this section to**
26 **the respective taxing units.**

27 (C) If:

28 (i) the amount of excess assessed value determined by the
29 commission is expected to generate more than two hundred
30 percent (200%) of the amount of allocated tax proceeds
31 necessary to make, when due, principal and interest
32 payments on bonds described in subdivision (3); plus

33 (ii) the amount necessary for other purposes described in
34 subdivision (3) and subsection (g);

35 the commission shall submit to the legislative body of the unit
36 the commission's determination of the excess assessed value
37 that the commission proposes to allocate to the respective
38 taxing units in the manner prescribed in subdivision (1). The
39 legislative body of the unit may approve the commission's
40 determination or modify the amount of the excess assessed
41 value that will be allocated to the respective taxing units in the
42 manner prescribed in subdivision (1).



1 (c) For the purpose of allocating taxes levied by or for any taxing
2 unit or units, the assessed value of taxable property in a territory in the
3 allocation area that is annexed by any taxing unit after the effective
4 date of the allocation provision of the resolution is the lesser of:

- 5 (1) the assessed value of the property for the assessment date with
6 respect to which the allocation and distribution is made; or
7 (2) the base assessed value.

8 (d) Property tax proceeds allocable to the redevelopment district
9 under subsection (b)(3) may, subject to subsection (b)(4), be
10 irrevocably pledged by the redevelopment district for payment as set
11 forth in subsection (b)(3).

12 (e) Notwithstanding any other law, each assessor shall, upon
13 petition of the commission, reassess the taxable property situated upon
14 or in, or added to, the allocation area, effective on the next assessment
15 date after the petition.

16 (f) Notwithstanding any other law, the assessed value of all taxable
17 property in the allocation area, for purposes of tax limitation, property
18 tax replacement, and formulation of the budget, tax rate, and tax levy
19 for each political subdivision in which the property is located is the
20 lesser of:

- 21 (1) the assessed value of the property as valued without regard to
22 this section; or
23 (2) the base assessed value.

24 (g) If any part of the allocation area is located in an enterprise zone
25 created under IC 5-28-15, the unit that designated the allocation area
26 shall create funds as specified in this subsection. A unit that has
27 obligations, bonds, or leases payable from allocated tax proceeds under
28 subsection (b)(3) shall establish an allocation fund for the purposes
29 specified in subsection (b)(3) and a special zone fund. Such a unit
30 shall, until the end of the enterprise zone phase out period, deposit each
31 year in the special zone fund the amount in the allocation fund derived
32 from property tax proceeds in excess of those described in subsection
33 (b)(1) and (b)(2) from property located in the enterprise zone that
34 exceeds the amount sufficient for the purposes specified in subsection
35 (b)(3) for the year. A unit that has no obligations, bonds, or leases
36 payable from allocated tax proceeds under subsection (b)(3) shall
37 establish a special zone fund and deposit all the property tax proceeds
38 in excess of those described in subsection (b)(1) and (b)(2) in the fund
39 derived from property tax proceeds in excess of those described in
40 subsection (b)(1) and (b)(2) from property located in the enterprise
41 zone. The unit that creates the special zone fund shall use the fund,
42 based on the recommendations of the urban enterprise association, for



- 1 one (1) or more of the following purposes:
- 2 (1) To pay for programs in job training, job enrichment, and basic
- 3 skill development designed to benefit residents and employers in
- 4 the enterprise zone. The programs must reserve at least one-half
- 5 (1/2) of the enrollment in any session for residents of the
- 6 enterprise zone.
- 7 (2) To make loans and grants for the purpose of stimulating
- 8 business activity in the enterprise zone or providing employment
- 9 for enterprise zone residents in the enterprise zone. These loans
- 10 and grants may be made to the following:
- 11 (A) Businesses operating in the enterprise zone.
- 12 (B) Businesses that will move their operations to the enterprise
- 13 zone if such a loan or grant is made.
- 14 (3) To provide funds to carry out other purposes specified in
- 15 subsection (b)(3). However, where reference is made in
- 16 subsection (b)(3) to the allocation area, the reference refers for
- 17 purposes of payments from the special zone fund only to that part
- 18 of the allocation area that is also located in the enterprise zone.
- 19 (h) The state board of accounts and department of local government
- 20 finance shall make the rules and prescribe the forms and procedures
- 21 that they consider expedient for the implementation of this chapter.
- 22 After each reassessment under a reassessment plan prepared under
- 23 IC 6-1.1-4-4.2, the ~~department of local government finance~~ **county**
- 24 **auditor** shall, **on forms prescribed by the department of local**
- 25 **government finance**, adjust the base assessed value one (1) time to
- 26 neutralize any effect of the reassessment of the real property in the area
- 27 on the property tax proceeds allocated to the redevelopment district
- 28 under this section. After each annual adjustment under IC 6-1.1-4-4.5,
- 29 the ~~department of local government finance~~ **county auditor** shall, **on**
- 30 **forms prescribed by the department of local government finance**,
- 31 adjust the base assessed value to neutralize any effect of the annual
- 32 adjustment on the property tax proceeds allocated to the redevelopment
- 33 district under this section. However, the adjustments under this
- 34 subsection may not include the effect of property tax abatements under
- 35 IC 6-1.1-12.1, and these adjustments may not produce less property tax
- 36 proceeds allocable to the redevelopment district under subsection
- 37 (b)(3) than would otherwise have been received if the reassessment
- 38 under the reassessment plan or annual adjustment had not occurred.
- 39 ~~The department of local government finance may prescribe procedures~~
- 40 ~~for county and township officials to follow to assist the department in~~
- 41 ~~making the adjustments.~~ **The county auditor shall, in the manner**
- 42 **prescribed by the department of local government finance, submit**



1 the forms required by this subsection to the department of local
 2 government finance no later than July 15 of each year. If the
 3 county auditor fails to submit the forms by the deadline under this
 4 subsection, the county auditor shall allocate five percent (5%) of
 5 the assessed value in the allocation area that is used to calculate the
 6 allocation and distribution of allocated tax proceeds under this
 7 section to the respective taxing units. However, if the commission
 8 notifies the county auditor and the department of local government
 9 finance, no later than July 15, that it is unable to meet its debt
 10 service obligations with regard to the allocation area without all or
 11 part of the allocated tax proceeds attributed to the assessed value
 12 that has been allocated to the respective taxing units, then the
 13 county auditor may not allocate five percent (5%) of the assessed
 14 value in the allocation area that is used to calculate the allocation
 15 and distribution of allocated tax proceeds under this section to the
 16 respective taxing units.

17 (i) The allocation deadline referred to in subsection (b) is
 18 determined in the following manner:

19 (1) The initial allocation deadline is December 31, 2011.

20 (2) Subject to subdivision (3), the initial allocation deadline and
 21 subsequent allocation deadlines are automatically extended in
 22 increments of five (5) years, so that allocation deadlines
 23 subsequent to the initial allocation deadline fall on December 31,
 24 2016, and December 31 of each fifth year thereafter.

25 (3) At least one (1) year before the date of an allocation deadline
 26 determined under subdivision (2), the general assembly may enact
 27 a law that:

28 (A) terminates the automatic extension of allocation deadlines
 29 under subdivision (2); and

30 (B) specifically designates a particular date as the final
 31 allocation deadline.

32 (j) If the commission adopts a declaratory resolution or an
 33 amendment to a declaratory resolution that contains an allocation
 34 provision and the commission makes either of the filings required
 35 under section 10(e) of this chapter after the first anniversary of the
 36 effective date of the allocation provision, the auditor of the county in
 37 which the unit is located shall compute the base assessed value for the
 38 allocation area using the assessment date immediately preceding the
 39 later of:

40 (1) the date on which the documents are filed with the county
 41 auditor; or

42 (2) the date on which the documents are filed with the department



1 of local government finance.

2 (k) For an allocation area established after June 30, 2024,
3 "residential property" refers to the assessed value of property that is
4 allocated to the one percent (1%) homestead land and improvement
5 categories in the county tax and billing software system, along with the
6 residential assessed value as defined for purposes of calculating the
7 rate for the local income tax property tax relief credit designated for
8 residential property under IC 6-3.6-5-6(d)(3) (before its expiration).

9 SECTION 154. IC 36-7-15.1-35, AS AMENDED BY P.L.257-2019,
10 SECTION 128, IS AMENDED TO READ AS FOLLOWS
11 [EFFECTIVE UPON PASSAGE]: Sec. 35. (a) Notwithstanding section
12 26(a) of this chapter, with respect to the allocation and distribution of
13 property taxes for the accomplishment of a program adopted under
14 section 32 of this chapter, "base assessed value" means, subject to
15 section 26(j) of this chapter, the net assessed value of all of the land as
16 finally determined for the assessment date immediately preceding the
17 effective date of the allocation provision, as adjusted under section
18 26(h) of this chapter. However, "base assessed value" does not include
19 the value of real property improvements to the land.

20 (b) The special fund established under section 26(b) of this chapter
21 for the allocation area for a program adopted under section 32 of this
22 chapter may be used only for purposes related to the accomplishment
23 of the program, including the following:

24 (1) The construction, rehabilitation, or repair of residential units
25 within the allocation area.

26 (2) The construction, reconstruction, or repair of infrastructure
27 (such as streets, sidewalks, and sewers) within or serving the
28 allocation area.

29 (3) The acquisition of real property and interests in real property
30 within the allocation area.

31 (4) The demolition of real property within the allocation area.

32 (5) To provide financial assistance to enable individuals and
33 families to purchase or lease residential units within the allocation
34 area. However, financial assistance may be provided only to those
35 individuals and families whose income is at or below the county's
36 median income for individuals and families, respectively.

37 (6) To provide financial assistance to neighborhood development
38 corporations to permit them to provide financial assistance for the
39 purposes described in subdivision (5).

40 (7) For property taxes first due and payable before 2009, to
41 provide each taxpayer in the allocation area a credit for property
42 tax replacement as determined under subsections (c) and (d).



1 However, this credit may be provided by the commission only if
 2 the city-county legislative body establishes the credit by
 3 ordinance adopted in the year before the year in which the credit
 4 is provided.

5 (c) The maximum credit that may be provided under subsection
 6 (b)(7) to a taxpayer in a taxing district that contains all or part of an
 7 allocation area established for a program adopted under section 32 of
 8 this chapter shall be determined as follows:

9 STEP ONE: Determine that part of the sum of the amounts
 10 described in IC 6-1.1-21-2(g)(1)(A) and IC 6-1.1-21-2(g)(2)
 11 through IC 6-1.1-21-2(g)(5) (before their repeal) that is
 12 attributable to the taxing district.

13 STEP TWO: Divide:

14 (A) that part of each county's eligible property tax replacement
 15 amount (as defined in IC 6-1.1-21-2 (before its repeal)) for
 16 that year as determined under IC 6-1.1-21-4(a)(1) (before its
 17 repeal) that is attributable to the taxing district; by

18 (B) the amount determined under STEP ONE.

19 STEP THREE: Multiply:

20 (A) the STEP TWO quotient; by

21 (B) the taxpayer's taxes (as defined in IC 6-1.1-21-2 (before its
 22 repeal)) levied in the taxing district allocated to the allocation
 23 fund, including the amount that would have been allocated but
 24 for the credit.

25 (d) Except as provided in subsection (g), the commission may
 26 determine to grant to taxpayers in an allocation area from its allocation
 27 fund a credit under this section, as calculated under subsection (c), by
 28 applying one-half (1/2) of the credit to each installment of taxes (as
 29 defined in IC 6-1.1-21-2 (before its repeal)) that under IC 6-1.1-22-9
 30 are due and payable in a year. Except as provided in subsection (g),
 31 one-half (1/2) of the credit shall be applied to each installment of taxes
 32 (as defined in IC 6-1.1-21-2 (before its repeal)). The commission must
 33 provide for the credit annually by a resolution and must find in the
 34 resolution the following:

35 (1) That the money to be collected and deposited in the allocation
 36 fund, based upon historical collection rates, after granting the
 37 credit will equal the amounts payable for contractual obligations
 38 from the fund, plus ten percent (10%) of those amounts.

39 (2) If bonds payable from the fund are outstanding, that there is
 40 a debt service reserve for the bonds that at least equals the amount
 41 of the credit to be granted.

42 (3) If bonds of a lessor under section 17.1 of this chapter or under



- 1 IC 36-1-10 are outstanding and if lease rentals are payable from
 2 the fund, that there is a debt service reserve for those bonds that
 3 at least equals the amount of the credit to be granted.
- 4 If the tax increment is insufficient to grant the credit in full, the
 5 commission may grant the credit in part, prorated among all taxpayers.
- 6 (e) Notwithstanding section 26(b) of this chapter, the special fund
 7 established under section 26(b) of this chapter for the allocation area
 8 for a program adopted under section 32 of this chapter may only be
 9 used to do one (1) or more of the following:
- 10 (1) Accomplish one (1) or more of the actions set forth in section
 11 26(b)(3)(A) through 26(b)(3)(H) of this chapter.
- 12 (2) Reimburse the consolidated city for expenditures made by the
 13 city in order to accomplish the housing program in that allocation
 14 area.
- 15 The special fund may not be used for operating expenses of the
 16 commission.
- 17 (f) Notwithstanding section 26(b) of this chapter, the commission
 18 shall, relative to the special fund established under section 26(b) of this
 19 chapter for an allocation area for a program adopted under section 32
 20 of this chapter, do the following before June 15 of each year:
- 21 (1) Determine the amount, if any, by which the assessed value of
 22 the taxable property in the allocation area, when multiplied by the
 23 estimated tax rate of the allocation area, will exceed the amount
 24 of assessed value needed to produce the property taxes necessary
 25 to:
- 26 (A) make the distribution required under section 26(b)(2) of
 27 this chapter;
- 28 (B) make, when due, principal and interest payments on bonds
 29 described in section 26(b)(3) of this chapter;
- 30 (C) pay the amount necessary for other purposes described in
 31 section 26(b)(3) of this chapter; and
- 32 (D) reimburse the consolidated city for anticipated
 33 expenditures described in subsection (e)(2).
- 34 (2) Provide a written notice to the county auditor, the legislative
 35 body of the consolidated city, the officers who are authorized to
 36 fix budgets, tax rates, and tax levies under IC 6-1.1-17-5 for each
 37 of the other taxing units that is wholly or partly located within the
 38 allocation area, and (in an electronic format) the department of
 39 local government finance. The notice must:
- 40 (A) state the amount, if any, of excess assessed value that the
 41 commission has determined may be allocated to the respective
 42 taxing units in the manner prescribed in section 26(b)(1) of



1 this chapter; or

2 (B) state that the commission has determined that there is no
3 excess assessed value that may be allocated to the respective
4 taxing units in the manner prescribed in section 26(b)(1) of
5 this chapter.

6 The county auditor shall allocate to the respective taxing units the
7 amount, if any, of excess assessed value determined by the
8 commission. **If a commission fails to provide the notice under
9 this subdivision, the county auditor shall allocate five percent
10 (5%) of the assessed value in the allocation area that is used
11 to calculate the allocation and distribution of allocated tax
12 proceeds under this section to the respective taxing units.
13 However, if the commission notifies the county auditor and
14 the department of local government finance, no later than
15 July 15, that it is unable to meet its debt service obligations
16 with regard to the allocation area without all or part of the
17 allocated tax proceeds attributed to the assessed value that
18 has been allocated to the respective taxing units, then the
19 county auditor may not allocate five percent (5%) of the
20 assessed value in the allocation area that is used to calculate
21 the allocation and distribution of allocated tax proceeds under
22 this section to the respective taxing units.**

23 (g) This subsection applies to an allocation area only to the extent
24 that the net assessed value of property that is assessed as residential
25 property under the rules of the department of local government finance
26 is not included in the base assessed value. If property tax installments
27 with respect to a homestead (as defined in IC 6-1.1-20.9-1 (before its
28 repeal)) are due in installments established by the department of local
29 government finance under IC 6-1.1-22-9.5, each taxpayer subject to
30 those installments in an allocation area is entitled to an additional
31 credit under subsection (d) for the taxes (as defined in IC 6-1.1-21-2
32 (before its repeal)) due in installments. The credit shall be applied in
33 the same proportion to each installment of taxes (as defined in
34 IC 6-1.1-21-2 (before its repeal)).

35 SECTION 155. IC 36-7-15.1-53, AS AMENDED BY P.L.174-2022,
36 SECTION 73, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
37 UPON PASSAGE]: Sec. 53. (a) As used in this section:

38 "Allocation area" means that part of a redevelopment project area
39 to which an allocation provision of a resolution adopted under section
40 40 of this chapter refers for purposes of distribution and allocation of
41 property taxes.

42 "Base assessed value" means, subject to subsection (j):



1 (1) the net assessed value of all the property as finally determined
 2 for the assessment date immediately preceding the effective date
 3 of the allocation provision of the declaratory resolution, as
 4 adjusted under subsection (h); plus

5 (2) to the extent that it is not included in subdivision (1), the net
 6 assessed value of property that is assessed as residential property
 7 under the rules of the department of local government finance, as
 8 finally determined for the current assessment date.

9 Except as provided in section 55 of this chapter, "property taxes"
 10 means taxes imposed under IC 6-1.1 on real property.

11 (b) A resolution adopted under section 40 of this chapter on or
 12 before the allocation deadline determined under subsection (i) may
 13 include a provision with respect to the allocation and distribution of
 14 property taxes for the purposes and in the manner provided in this
 15 section. A resolution previously adopted may include an allocation
 16 provision by the amendment of that resolution on or before the
 17 allocation deadline determined under subsection (i) in accordance with
 18 the procedures required for its original adoption. A declaratory
 19 resolution or an amendment that establishes an allocation provision
 20 must be approved by resolution of the legislative body of the excluded
 21 city and must specify an expiration date for the allocation provision.
 22 For an allocation area established before July 1, 2008, the expiration
 23 date may not be more than thirty (30) years after the date on which the
 24 allocation provision is established. For an allocation area established
 25 after June 30, 2008, the expiration date may not be more than
 26 twenty-five (25) years after the date on which the first obligation was
 27 incurred to pay principal and interest on bonds or lease rentals on
 28 leases payable from tax increment revenues. However, with respect to
 29 bonds or other obligations that were issued before July 1, 2008, if any
 30 of the bonds or other obligations that were scheduled when issued to
 31 mature before the specified expiration date and that are payable only
 32 from allocated tax proceeds with respect to the allocation area remain
 33 outstanding as of the expiration date, the allocation provision does not
 34 expire until all of the bonds or other obligations are no longer
 35 outstanding. The allocation provision may apply to all or part of the
 36 redevelopment project area. The allocation provision must require that
 37 any property taxes subsequently levied by or for the benefit of any
 38 public body entitled to a distribution of property taxes on taxable
 39 property in the allocation area be allocated and distributed as follows:

40 (1) Except as otherwise provided in this section, the proceeds of
 41 the taxes attributable to the lesser of:

42 (A) the assessed value of the property for the assessment date



- 1 with respect to which the allocation and distribution is made;
2 or
3 (B) the base assessed value;
4 shall be allocated to and, when collected, paid into the funds of
5 the respective taxing units.
- 6 (2) The excess of the proceeds of the property taxes imposed for
7 the assessment date with respect to which the allocation and
8 distribution is made that are attributable to taxes imposed after
9 being approved by the voters in a referendum or local public
10 question conducted after April 30, 2010, not otherwise included
11 in subdivision (1) shall be allocated to and, when collected, paid
12 into the funds of the taxing unit for which the referendum or local
13 public question was conducted.
- 14 (3) Except as otherwise provided in this section, property tax
15 proceeds in excess of those described in subdivisions (1) and (2)
16 shall be allocated to the redevelopment district and, when
17 collected, paid into a special fund for that allocation area that may
18 be used by the redevelopment district only to do one (1) or more
19 of the following:
- 20 (A) Pay the principal of and interest on any obligations
21 payable solely from allocated tax proceeds that are incurred by
22 the redevelopment district for the purpose of financing or
23 refinancing the redevelopment of that allocation area.
- 24 (B) Establish, augment, or restore the debt service reserve for
25 bonds payable solely or in part from allocated tax proceeds in
26 that allocation area.
- 27 (C) Pay the principal of and interest on bonds payable from
28 allocated tax proceeds in that allocation area and from the
29 special tax levied under section 50 of this chapter.
- 30 (D) Pay the principal of and interest on bonds issued by the
31 excluded city to pay for local public improvements that are
32 physically located in or physically connected to that allocation
33 area.
- 34 (E) Pay premiums on the redemption before maturity of bonds
35 payable solely or in part from allocated tax proceeds in that
36 allocation area.
- 37 (F) Make payments on leases payable from allocated tax
38 proceeds in that allocation area under section 46 of this
39 chapter.
- 40 (G) Reimburse the excluded city for expenditures for local
41 public improvements (which include buildings, park facilities,
42 and other items set forth in section 45 of this chapter) that are



- 1 physically located in or physically connected to that allocation
 2 area.
 3 (H) Reimburse the unit for rentals paid by it for a building or
 4 parking facility that is physically located in or physically
 5 connected to that allocation area under any lease entered into
 6 under IC 36-1-10.
 7 (I) Reimburse public and private entities for expenses incurred
 8 in training employees of industrial facilities that are located:
 9 (i) in the allocation area; and
 10 (ii) on a parcel of real property that has been classified as
 11 industrial property under the rules of the department of local
 12 government finance.
 13 However, the total amount of money spent for this purpose in
 14 any year may not exceed the total amount of money in the
 15 allocation fund that is attributable to property taxes paid by the
 16 industrial facilities described in this clause. The
 17 reimbursements under this clause must be made within three
 18 (3) years after the date on which the investments that are the
 19 basis for the increment financing are made.
 20 The special fund may not be used for operating expenses of the
 21 commission.
 22 (4) Before June 15 of each year, the commission shall do the
 23 following:
 24 (A) Determine the amount, if any, by which the assessed value
 25 of the taxable property in the allocation area for the most
 26 recent assessment date minus the base assessed value, when
 27 multiplied by the estimated tax rate of the allocation area, will
 28 exceed the amount of assessed value needed to provide the
 29 property taxes necessary to make, when due, principal and
 30 interest payments on bonds described in subdivision (3) plus
 31 the amount necessary for other purposes described in
 32 subdivision (3) and subsection (g).
 33 (B) Provide a written notice to the county auditor, the fiscal
 34 body of the county or municipality that established the
 35 department of redevelopment, the officers who are authorized
 36 to fix budgets, tax rates, and tax levies under IC 6-1.1-17-5 for
 37 each of the other taxing units that is wholly or partly located
 38 within the allocation area, and (in an electronic format) the
 39 department of local government finance. The notice must:
 40 (i) state the amount, if any, of excess assessed value that the
 41 commission has determined may be allocated to the
 42 respective taxing units in the manner prescribed in



1 subdivision (1); or

2 (ii) state that the commission has determined that there is no
3 excess assessed value that may be allocated to the respective
4 taxing units in the manner prescribed in subdivision (1).

5 The county auditor shall allocate to the respective taxing units
6 the amount, if any, of excess assessed value determined by the
7 commission. The commission may not authorize an allocation
8 to the respective taxing units under this subdivision if to do so
9 would endanger the interests of the holders of bonds described
10 in subdivision (3). **If a commission fails to provide the
11 notice under this clause, the county auditor shall allocate
12 five percent (5%) of the assessed value in the allocation
13 area that is used to calculate the allocation and distribution
14 of allocated tax proceeds under this section to the
15 respective taxing units. However, if the commission notifies
16 the county auditor and the department of local government
17 finance, no later than July 15, that it is unable to meet its
18 debt service obligations with regard to the allocation area
19 without all or part of the allocated tax proceeds attributed
20 to the assessed value that has been allocated to the
21 respective taxing units, then the county auditor may not
22 allocate five percent (5%) of the assessed value in the
23 allocation area that is used to calculate the allocation and
24 distribution of allocated tax proceeds under this section to
25 the respective taxing units.**

26 (c) For the purpose of allocating taxes levied by or for any taxing
27 unit or units, the assessed value of taxable property in a territory in the
28 allocation area that is annexed by any taxing unit after the effective
29 date of the allocation provision of the resolution is the lesser of:

- 30 (1) the assessed value of the property for the assessment date with
31 respect to which the allocation and distribution is made; or
32 (2) the base assessed value.

33 (d) Property tax proceeds allocable to the redevelopment district
34 under subsection (b)(3) may, subject to subsection (b)(4), be
35 irrevocably pledged by the redevelopment district for payment as set
36 forth in subsection (b)(3).

37 (e) Notwithstanding any other law, each assessor shall, upon
38 petition of the commission, reassess the taxable property situated upon
39 or in, or added to, the allocation area, effective on the next assessment
40 date after the petition.

41 (f) Notwithstanding any other law, the assessed value of all taxable
42 property in the allocation area, for purposes of tax limitation, property



1 tax replacement, and formulation of the budget, tax rate, and tax levy
 2 for each political subdivision in which the property is located, is the
 3 lesser of:

- 4 (1) the assessed value of the property as valued without regard to
 5 this section; or
 6 (2) the base assessed value.

7 (g) If any part of the allocation area is located in an enterprise zone
 8 created under IC 5-28-15, the unit that designated the allocation area
 9 shall create funds as specified in this subsection. A unit that has
 10 obligations, bonds, or leases payable from allocated tax proceeds under
 11 subsection (b)(3) shall establish an allocation fund for the purposes
 12 specified in subsection (b)(3) and a special zone fund. Such a unit
 13 shall, until the end of the enterprise zone phase out period, deposit each
 14 year in the special zone fund the amount in the allocation fund derived
 15 from property tax proceeds in excess of those described in subsection
 16 (b)(1) and (b)(2) from property located in the enterprise zone that
 17 exceeds the amount sufficient for the purposes specified in subsection
 18 (b)(3) for the year. A unit that has no obligations, bonds, or leases
 19 payable from allocated tax proceeds under subsection (b)(3) shall
 20 establish a special zone fund and deposit all the property tax proceeds
 21 in excess of those described in subsection (b)(1) and (b)(2) in the fund
 22 derived from property tax proceeds in excess of those described in
 23 subsection (b)(1) and (b)(2) from property located in the enterprise
 24 zone. The unit that creates the special zone fund shall use the fund,
 25 based on the recommendations of the urban enterprise association, for
 26 one (1) or more of the following purposes:

27 (1) To pay for programs in job training, job enrichment, and basic
 28 skill development designed to benefit residents and employers in
 29 the enterprise zone. The programs must reserve at least one-half
 30 (1/2) of the enrollment in any session for residents of the
 31 enterprise zone.

32 (2) To make loans and grants for the purpose of stimulating
 33 business activity in the enterprise zone or providing employment
 34 for enterprise zone residents in an enterprise zone. These loans
 35 and grants may be made to the following:

36 (A) Businesses operating in the enterprise zone.

37 (B) Businesses that will move their operations to the enterprise
 38 zone if such a loan or grant is made.

39 (3) To provide funds to carry out other purposes specified in
 40 subsection (b)(3). However, where reference is made in
 41 subsection (b)(3) to the allocation area, the reference refers, for
 42 purposes of payments from the special zone fund, only to that part



1 of the allocation area that is also located in the enterprise zone.
 2 (h) The state board of accounts and department of local government
 3 finance shall make the rules and prescribe the forms and procedures
 4 that they consider expedient for the implementation of this chapter.
 5 After each reassessment of real property in an area under a county's
 6 reassessment plan prepared under IC 6-1.1-4-4.2, the ~~department of~~
 7 ~~local government finance~~ **county auditor** shall, **on forms prescribed**
 8 **by the department of local government finance**, adjust the base
 9 assessed value one (1) time to neutralize any effect of the reassessment
 10 of the real property in the area on the property tax proceeds allocated
 11 to the redevelopment district under this section. After each annual
 12 adjustment under IC 6-1.1-4-4.5, the ~~department of local government~~
 13 ~~finance~~ **county auditor** shall, **on forms prescribed by the**
 14 **department of local government finance**, adjust the base assessed
 15 value to neutralize any effect of the annual adjustment on the property
 16 tax proceeds allocated to the redevelopment district under this section.
 17 However, the adjustments under this subsection may not include the
 18 effect of property tax abatements under IC 6-1.1-12.1, and these
 19 adjustments may not produce less property tax proceeds allocable to
 20 the redevelopment district under subsection (b)(3) than would
 21 otherwise have been received if the reassessment under the county's
 22 reassessment plan or annual adjustment had not occurred. ~~The~~
 23 ~~department of local government finance~~ may prescribe procedures for
 24 county and township officials to follow to assist the department in
 25 making the adjustments. **The county auditor shall, in the manner**
 26 **prescribed by the department of local government finance, submit**
 27 **the forms required by this subsection to the department of local**
 28 **government finance no later than July 15 of each year. If the**
 29 **county auditor fails to submit the forms by the deadline under this**
 30 **subsection, the county auditor shall allocate five percent (5%) of**
 31 **the assessed value in the allocation area that is used to calculate the**
 32 **allocation and distribution of allocated tax proceeds under this**
 33 **section to the respective taxing units. However, if the commission**
 34 **notifies the county auditor and the department of local government**
 35 **finance, no later than July 15, that it is unable to meet its debt**
 36 **service obligations with regard to the allocation area without all or**
 37 **part of the allocated tax proceeds attributed to the assessed value**
 38 **that has been allocated to the respective taxing units, then the**
 39 **county auditor may not allocate five percent (5%) of the assessed**
 40 **value in the allocation area that is used to calculate the allocation**
 41 **and distribution of allocated tax proceeds under this section to the**
 42 **respective taxing units.**



1 (i) The allocation deadline referred to in subsection (b) is
2 determined in the following manner:

3 (1) The initial allocation deadline is December 31, 2011.

4 (2) Subject to subdivision (3), the initial allocation deadline and
5 subsequent allocation deadlines are automatically extended in
6 increments of five (5) years, so that allocation deadlines
7 subsequent to the initial allocation deadline fall on December 31,
8 2016, and December 31 of each fifth year thereafter.

9 (3) At least one (1) year before the date of an allocation deadline
10 determined under subdivision (2), the general assembly may enact
11 a law that:

12 (A) terminates the automatic extension of allocation deadlines
13 under subdivision (2); and

14 (B) specifically designates a particular date as the final
15 allocation deadline.

16 (j) If the commission adopts a declaratory resolution or an
17 amendment to a declaratory resolution that contains an allocation
18 provision and the commission makes either of the filings required
19 under section 10(e) of this chapter after the first anniversary of the
20 effective date of the allocation provision, the auditor of the county in
21 which the unit is located shall compute the base assessed value for the
22 allocation area using the assessment date immediately preceding the
23 later of:

24 (1) the date on which the documents are filed with the county
25 auditor; or

26 (2) the date on which the documents are filed with the department
27 of local government finance.

28 (k) For an allocation area established after June 30, 2024,
29 "residential property" refers to the assessed value of property that is
30 allocated to the one percent (1%) homestead land and improvement
31 categories in the county tax and billing software system, along with the
32 residential assessed value as defined for purposes of calculating the
33 rate for the local income tax property tax relief credit designated for
34 residential property under IC 6-3.6-5-6(d)(3).

35 SECTION 156. IC 36-7-15.1-53, AS AMENDED BY P.L.68-2025,
36 SECTION 236, IS AMENDED TO READ AS FOLLOWS
37 [EFFECTIVE JULY 1, 2028]: Sec. 53. (a) As used in this section:

38 "Allocation area" means that part of a redevelopment project area
39 to which an allocation provision of a resolution adopted under section
40 40 of this chapter refers for purposes of distribution and allocation of
41 property taxes.

42 "Base assessed value" means, subject to subsection (j):



1 (1) the net assessed value of all the property as finally determined
 2 for the assessment date immediately preceding the effective date
 3 of the allocation provision of the declaratory resolution, as
 4 adjusted under subsection (h); plus

5 (2) to the extent that it is not included in subdivision (1), the net
 6 assessed value of property that is assessed as residential property
 7 under the rules of the department of local government finance, as
 8 finally determined for the current assessment date.

9 Except as provided in section 55 of this chapter, "property taxes"
 10 means taxes imposed under IC 6-1.1 on real property.

11 (b) A resolution adopted under section 40 of this chapter on or
 12 before the allocation deadline determined under subsection (i) may
 13 include a provision with respect to the allocation and distribution of
 14 property taxes for the purposes and in the manner provided in this
 15 section. A resolution previously adopted may include an allocation
 16 provision by the amendment of that resolution on or before the
 17 allocation deadline determined under subsection (i) in accordance with
 18 the procedures required for its original adoption. A declaratory
 19 resolution or an amendment that establishes an allocation provision
 20 must be approved by resolution of the legislative body of the excluded
 21 city and must specify an expiration date for the allocation provision.
 22 For an allocation area established before July 1, 2008, the expiration
 23 date may not be more than thirty (30) years after the date on which the
 24 allocation provision is established. For an allocation area established
 25 after June 30, 2008, the expiration date may not be more than
 26 twenty-five (25) years after the date on which the first obligation was
 27 incurred to pay principal and interest on bonds or lease rentals on
 28 leases payable from tax increment revenues. However, with respect to
 29 bonds or other obligations that were issued before July 1, 2008, if any
 30 of the bonds or other obligations that were scheduled when issued to
 31 mature before the specified expiration date and that are payable only
 32 from allocated tax proceeds with respect to the allocation area remain
 33 outstanding as of the expiration date, the allocation provision does not
 34 expire until all of the bonds or other obligations are no longer
 35 outstanding. The allocation provision may apply to all or part of the
 36 redevelopment project area. The allocation provision must require that
 37 any property taxes subsequently levied by or for the benefit of any
 38 public body entitled to a distribution of property taxes on taxable
 39 property in the allocation area be allocated and distributed as follows:

40 (1) Except as otherwise provided in this section, the proceeds of
 41 the taxes attributable to the lesser of:

42 (A) the assessed value of the property for the assessment date



- 1 with respect to which the allocation and distribution is made;
 2 or
 3 (B) the base assessed value;
 4 shall be allocated to and, when collected, paid into the funds of
 5 the respective taxing units.
- 6 (2) The excess of the proceeds of the property taxes imposed for
 7 the assessment date with respect to which the allocation and
 8 distribution is made that are attributable to taxes imposed after
 9 being approved by the voters in a referendum or local public
 10 question conducted after April 30, 2010, not otherwise included
 11 in subdivision (1) shall be allocated to and, when collected, paid
 12 into the funds of the taxing unit for which the referendum or local
 13 public question was conducted.
- 14 (3) Except as otherwise provided in this section, property tax
 15 proceeds in excess of those described in subdivisions (1) and (2)
 16 shall be allocated to the redevelopment district and, when
 17 collected, paid into a special fund for that allocation area that may
 18 be used by the redevelopment district only to do one (1) or more
 19 of the following:
- 20 (A) Pay the principal of and interest on any obligations
 21 payable solely from allocated tax proceeds that are incurred by
 22 the redevelopment district for the purpose of financing or
 23 refinancing the redevelopment of that allocation area.
- 24 (B) Establish, augment, or restore the debt service reserve for
 25 bonds payable solely or in part from allocated tax proceeds in
 26 that allocation area.
- 27 (C) Pay the principal of and interest on bonds payable from
 28 allocated tax proceeds in that allocation area and from the
 29 special tax levied under section 50 of this chapter.
- 30 (D) Pay the principal of and interest on bonds issued by the
 31 excluded city to pay for local public improvements that are
 32 physically located in or physically connected to that allocation
 33 area.
- 34 (E) Pay premiums on the redemption before maturity of bonds
 35 payable solely or in part from allocated tax proceeds in that
 36 allocation area.
- 37 (F) Make payments on leases payable from allocated tax
 38 proceeds in that allocation area under section 46 of this
 39 chapter.
- 40 (G) Reimburse the excluded city for expenditures for local
 41 public improvements (which include buildings, park facilities,
 42 and other items set forth in section 45 of this chapter) that are



- 1 physically located in or physically connected to that allocation
 2 area.
 3 (H) Reimburse the unit for rentals paid by it for a building or
 4 parking facility that is physically located in or physically
 5 connected to that allocation area under any lease entered into
 6 under IC 36-1-10.
 7 (I) Reimburse public and private entities for expenses incurred
 8 in training employees of industrial facilities that are located:
 9 (i) in the allocation area; and
 10 (ii) on a parcel of real property that has been classified as
 11 industrial property under the rules of the department of local
 12 government finance.
 13 However, the total amount of money spent for this purpose in
 14 any year may not exceed the total amount of money in the
 15 allocation fund that is attributable to property taxes paid by the
 16 industrial facilities described in this clause. The
 17 reimbursements under this clause must be made within three
 18 (3) years after the date on which the investments that are the
 19 basis for the increment financing are made.
 20 The special fund may not be used for operating expenses of the
 21 commission.
 22 (4) Before June 15 of each year, the commission shall do the
 23 following:
 24 (A) Determine the amount, if any, by which the assessed value
 25 of the taxable property in the allocation area for the most
 26 recent assessment date minus the base assessed value, when
 27 multiplied by the estimated tax rate of the allocation area, will
 28 exceed the amount of assessed value needed to provide the
 29 property taxes necessary to make, when due, principal and
 30 interest payments on bonds described in subdivision (3) plus
 31 the amount necessary for other purposes described in
 32 subdivision (3) and subsection (g).
 33 (B) Provide a written notice to the county auditor, the fiscal
 34 body of the county or municipality that established the
 35 department of redevelopment, the officers who are authorized
 36 to fix budgets, tax rates, and tax levies under IC 6-1.1-17-5 for
 37 each of the other taxing units that is wholly or partly located
 38 within the allocation area, and (in an electronic format) the
 39 department of local government finance. The notice must:
 40 (i) state the amount, if any, of excess assessed value that the
 41 commission has determined may be allocated to the
 42 respective taxing units in the manner prescribed in



1 subdivision (1); or

2 (ii) state that the commission has determined that there is no
3 excess assessed value that may be allocated to the respective
4 taxing units in the manner prescribed in subdivision (1).

5 The county auditor shall allocate to the respective taxing units
6 the amount, if any, of excess assessed value determined by the
7 commission. The commission may not authorize an allocation
8 to the respective taxing units under this subdivision if to do so
9 would endanger the interests of the holders of bonds described
10 in subdivision (3). **If a commission fails to provide the
11 notice under this clause, the county auditor shall allocate
12 five percent (5%) of the assessed value in the allocation
13 area that is used to calculate the allocation and distribution
14 of allocated tax proceeds under this section to the
15 respective taxing units. However, if the commission notifies
16 the county auditor and the department of local government
17 finance, no later than July 15, that it is unable to meet its
18 debt service obligations with regard to the allocation area
19 without all or part of the allocated tax proceeds attributed
20 to the assessed value that has been allocated to the
21 respective taxing units, then the county auditor may not
22 allocate five percent (5%) of the assessed value in the
23 allocation area that is used to calculate the allocation and
24 distribution of allocated tax proceeds under this section to
25 the respective taxing units.**

26 (c) For the purpose of allocating taxes levied by or for any taxing
27 unit or units, the assessed value of taxable property in a territory in the
28 allocation area that is annexed by any taxing unit after the effective
29 date of the allocation provision of the resolution is the lesser of:

- 30 (1) the assessed value of the property for the assessment date with
31 respect to which the allocation and distribution is made; or
32 (2) the base assessed value.

33 (d) Property tax proceeds allocable to the redevelopment district
34 under subsection (b)(3) may, subject to subsection (b)(4), be
35 irrevocably pledged by the redevelopment district for payment as set
36 forth in subsection (b)(3).

37 (e) Notwithstanding any other law, each assessor shall, upon
38 petition of the commission, reassess the taxable property situated upon
39 or in, or added to, the allocation area, effective on the next assessment
40 date after the petition.

41 (f) Notwithstanding any other law, the assessed value of all taxable
42 property in the allocation area, for purposes of tax limitation, property



1 tax replacement, and formulation of the budget, tax rate, and tax levy
2 for each political subdivision in which the property is located, is the
3 lesser of:

- 4 (1) the assessed value of the property as valued without regard to
5 this section; or
6 (2) the base assessed value.

7 (g) If any part of the allocation area is located in an enterprise zone
8 created under IC 5-28-15, the unit that designated the allocation area
9 shall create funds as specified in this subsection. A unit that has
10 obligations, bonds, or leases payable from allocated tax proceeds under
11 subsection (b)(3) shall establish an allocation fund for the purposes
12 specified in subsection (b)(3) and a special zone fund. Such a unit
13 shall, until the end of the enterprise zone phase out period, deposit each
14 year in the special zone fund the amount in the allocation fund derived
15 from property tax proceeds in excess of those described in subsection
16 (b)(1) and (b)(2) from property located in the enterprise zone that
17 exceeds the amount sufficient for the purposes specified in subsection
18 (b)(3) for the year. A unit that has no obligations, bonds, or leases
19 payable from allocated tax proceeds under subsection (b)(3) shall
20 establish a special zone fund and deposit all the property tax proceeds
21 in excess of those described in subsection (b)(1) and (b)(2) in the fund
22 derived from property tax proceeds in excess of those described in
23 subsection (b)(1) and (b)(2) from property located in the enterprise
24 zone. The unit that creates the special zone fund shall use the fund,
25 based on the recommendations of the urban enterprise association, for
26 one (1) or more of the following purposes:

27 (1) To pay for programs in job training, job enrichment, and basic
28 skill development designed to benefit residents and employers in
29 the enterprise zone. The programs must reserve at least one-half
30 (1/2) of the enrollment in any session for residents of the
31 enterprise zone.

32 (2) To make loans and grants for the purpose of stimulating
33 business activity in the enterprise zone or providing employment
34 for enterprise zone residents in an enterprise zone. These loans
35 and grants may be made to the following:

36 (A) Businesses operating in the enterprise zone.

37 (B) Businesses that will move their operations to the enterprise
38 zone if such a loan or grant is made.

39 (3) To provide funds to carry out other purposes specified in
40 subsection (b)(3). However, where reference is made in
41 subsection (b)(3) to the allocation area, the reference refers, for
42 purposes of payments from the special zone fund, only to that part



1 of the allocation area that is also located in the enterprise zone.
2 (h) The state board of accounts and department of local government
3 finance shall make the rules and prescribe the forms and procedures
4 that they consider expedient for the implementation of this chapter.
5 After each reassessment of real property in an area under a county's
6 reassessment plan prepared under IC 6-1.1-4-4.2, the ~~department of~~
7 ~~local government finance~~ **county auditor** shall, **on forms prescribed**
8 **by the department of local government finance**, adjust the base
9 assessed value one (1) time to neutralize any effect of the reassessment
10 of the real property in the area on the property tax proceeds allocated
11 to the redevelopment district under this section. After each annual
12 adjustment under IC 6-1.1-4-4.5, the ~~department of local government~~
13 ~~finance~~ **county auditor** shall, **on forms prescribed by the**
14 **department of local government finance**, adjust the base assessed
15 value to neutralize any effect of the annual adjustment on the property
16 tax proceeds allocated to the redevelopment district under this section.
17 However, the adjustments under this subsection may not include the
18 effect of property tax abatements under IC 6-1.1-12.1, and these
19 adjustments may not produce less property tax proceeds allocable to
20 the redevelopment district under subsection (b)(3) than would
21 otherwise have been received if the reassessment under the county's
22 reassessment plan or annual adjustment had not occurred. ~~The~~
23 ~~department of local government finance~~ may prescribe procedures for
24 county and township officials to follow to assist the department in
25 making the adjustments. **The county auditor shall, in the manner**
26 **prescribed by the department of local government finance, submit**
27 **the forms required by this subsection to the department of local**
28 **government finance no later than July 15 of each year. If the**
29 **county auditor fails to submit the forms by the deadline under this**
30 **subsection, the county auditor shall allocate five percent (5%) of**
31 **the assessed value in the allocation area that is used to calculate the**
32 **allocation and distribution of allocated tax proceeds under this**
33 **section to the respective taxing units. However, if the commission**
34 **notifies the county auditor and the department of local government**
35 **finance, no later than July 15, that it is unable to meet its debt**
36 **service obligations with regard to the allocation area without all or**
37 **part of the allocated tax proceeds attributed to the assessed value**
38 **that has been allocated to the respective taxing units, then the**
39 **county auditor may not allocate five percent (5%) of the assessed**
40 **value in the allocation area that is used to calculate the allocation**
41 **and distribution of allocated tax proceeds under this section to the**
42 **respective taxing units.**



1 (i) The allocation deadline referred to in subsection (b) is
2 determined in the following manner:

3 (1) The initial allocation deadline is December 31, 2011.

4 (2) Subject to subdivision (3), the initial allocation deadline and
5 subsequent allocation deadlines are automatically extended in
6 increments of five (5) years, so that allocation deadlines
7 subsequent to the initial allocation deadline fall on December 31,
8 2016, and December 31 of each fifth year thereafter.

9 (3) At least one (1) year before the date of an allocation deadline
10 determined under subdivision (2), the general assembly may enact
11 a law that:

12 (A) terminates the automatic extension of allocation deadlines
13 under subdivision (2); and

14 (B) specifically designates a particular date as the final
15 allocation deadline.

16 (j) If the commission adopts a declaratory resolution or an
17 amendment to a declaratory resolution that contains an allocation
18 provision and the commission makes either of the filings required
19 under section 10(e) of this chapter after the first anniversary of the
20 effective date of the allocation provision, the auditor of the county in
21 which the unit is located shall compute the base assessed value for the
22 allocation area using the assessment date immediately preceding the
23 later of:

24 (1) the date on which the documents are filed with the county
25 auditor; or

26 (2) the date on which the documents are filed with the department
27 of local government finance.

28 (k) For an allocation area established after June 30, 2024,
29 "residential property" refers to the assessed value of property that is
30 allocated to the one percent (1%) homestead land and improvement
31 categories in the county tax and billing software system, along with the
32 residential assessed value as defined for purposes of calculating the
33 rate for the local income tax property tax relief credit designated for
34 residential property under IC 6-3.6-5-6(d)(3) (before its expiration).

35 SECTION 157. IC 36-7-15.1-62, AS AMENDED BY P.L.257-2019,
36 SECTION 131, IS AMENDED TO READ AS FOLLOWS
37 [EFFECTIVE UPON PASSAGE]: Sec. 62. (a) Notwithstanding section
38 26(a) of this chapter, with respect to the allocation and distribution of
39 property taxes for the accomplishment of the purposes of an
40 age-restricted housing program adopted under section 59 of this
41 chapter, "base assessed value" means, subject to section 26(j) of this
42 chapter, the net assessed value of all of the property, other than



1 personal property, as finally determined for the assessment date
 2 immediately preceding the effective date of the allocation provision, as
 3 adjusted under section 26(h) of this chapter.

4 (b) The allocation fund established under section 26(b) of this
 5 chapter for the allocation area for an age-restricted housing program
 6 adopted under section 59 of this chapter may be used only for purposes
 7 related to the accomplishment of the purposes of the program,
 8 including, but not limited to, the following:

9 (1) The construction of any infrastructure (including streets,
 10 sidewalks, and sewers) or local public improvements in, serving,
 11 or benefiting the allocation area.

12 (2) The acquisition of real property and interests in real property
 13 within the allocation area.

14 (3) The preparation of real property in anticipation of
 15 development of the real property within the allocation area.

16 (4) To do any of the following:

17 (A) Pay the principal of and interest on bonds or any other
 18 obligations payable from allocated tax proceeds in the
 19 allocation area that are incurred by the redevelopment district
 20 for the purpose of financing or refinancing the age-restricted
 21 housing program established under section 59 of this chapter
 22 for the allocation area.

23 (B) Establish, augment, or restore the debt service reserve for
 24 bonds payable solely or in part from allocated tax proceeds in
 25 the allocation area.

26 (C) Pay the principal of and interest on bonds payable from
 27 allocated tax proceeds in the allocation area and from the
 28 special tax levied under section 19 of this chapter.

29 (D) Pay the principal of and interest on bonds issued by the
 30 unit to pay for local public improvements that are physically
 31 located in or physically connected to the allocation area.

32 (E) Pay premiums on the redemption before maturity of bonds
 33 payable solely or in part from allocated tax proceeds in the
 34 allocation area.

35 (F) Make payments on leases payable from allocated tax
 36 proceeds in the allocation area under section 17.1 of this
 37 chapter.

38 (G) Reimburse the unit for expenditures made by the unit for
 39 local public improvements (which include buildings, parking
 40 facilities, and other items described in section 17(a) of this
 41 chapter) that are physically located in or physically connected
 42 to the allocation area.



1 (c) Notwithstanding section 26(b) of this chapter, the commission
 2 shall, relative to the allocation fund established under section 26(b) of
 3 this chapter for an allocation area for an age-restricted housing program
 4 adopted under section 59 of this chapter, do the following before June
 5 15 of each year:

6 (1) Determine the amount, if any, by which the assessed value of
 7 the taxable property in the allocation area for the most recent
 8 assessment date minus the base assessed value, when multiplied
 9 by the estimated tax rate of the allocation area, will exceed the
 10 amount of assessed value needed to produce the property taxes
 11 necessary to:

12 (A) make the distribution required under section 26(b)(2) of
 13 this chapter;

14 (B) make, when due, principal and interest payments on bonds
 15 described in section 26(b)(3) of this chapter;

16 (C) pay the amount necessary for other purposes described in
 17 section 26(b)(3) of this chapter; and

18 (D) reimburse the county or municipality for anticipated
 19 expenditures described in subsection (b)(2).

20 (2) Provide a written notice to the county auditor, the fiscal body
 21 of the county or municipality that established the department of
 22 redevelopment, the officers who are authorized to fix budgets, tax
 23 rates, and tax levies under IC 6-1.1-17-5 for each of the other
 24 taxing units that is wholly or partly located within the allocation
 25 area, and (in an electronic format) the department of local
 26 government finance. The notice must:

27 (A) state the amount, if any, of excess property taxes that the
 28 commission has determined may be paid to the respective
 29 taxing units in the manner prescribed in section 26(b)(1) of
 30 this chapter; or

31 (B) state that the commission has determined that there is no
 32 excess assessed value that may be allocated to the respective
 33 taxing units in the manner prescribed in subdivision (1).

34 The county auditor shall allocate to the respective taxing units the
 35 amount, if any, of excess assessed value determined by the
 36 commission. **If a commission fails to provide the notice under
 37 subdivision (2), the county auditor shall allocate five percent (5%)
 38 of the assessed value in the allocation area that is used to calculate
 39 the allocation and distribution of allocated tax proceeds under this
 40 section to the respective taxing units. However, if the commission
 41 notifies the county auditor and the department of local government
 42 finance, no later than July 15, that it is unable to meet its debt**



1 **service obligations with regard to the allocation area without all or**
 2 **part of the allocated tax proceeds attributed to the assessed value**
 3 **that has been allocated to the respective taxing units, then the**
 4 **county auditor may not allocate five percent (5%) of the assessed**
 5 **value in the allocation area that is used to calculate the allocation**
 6 **and distribution of allocated tax proceeds under this section to the**
 7 **respective taxing units.**

8 SECTION 158. IC 36-7-30-25, AS AMENDED BY P.L.174-2022,
 9 SECTION 74, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 10 UPON PASSAGE]: Sec. 25. (a) The following definitions apply
 11 throughout this section:

12 (1) "Allocation area" means that part of a military base reuse area
 13 to which an allocation provision of a declaratory resolution
 14 adopted under section 10 of this chapter refers for purposes of
 15 distribution and allocation of property taxes.

16 (2) "Base assessed value" means, subject to subsection (i):

17 (A) the net assessed value of all the property as finally
 18 determined for the assessment date immediately preceding the
 19 adoption date of the allocation provision of the declaratory
 20 resolution, as adjusted under subsection (h); plus

21 (B) to the extent that it is not included in clause (A) or (C), the
 22 net assessed value of any and all parcels or classes of parcels
 23 identified as part of the base assessed value in the declaratory
 24 resolution or an amendment thereto, as finally determined for
 25 any subsequent assessment date; plus

26 (C) to the extent that it is not included in clause (A) or (B), the
 27 net assessed value of property that is assessed as residential
 28 property under the rules of the department of local government
 29 finance, within the allocation area, as finally determined for
 30 the current assessment date.

31 Clause (C) applies only to allocation areas established in a
 32 military reuse area after June 30, 1997, and to the part of an
 33 allocation area that was established before June 30, 1997, and that
 34 is added to an existing allocation area after June 30, 1997.

35 (3) "Property taxes" means taxes imposed under IC 6-1.1 on real
 36 property.

37 (b) A declaratory resolution adopted under section 10 of this chapter
 38 before the date set forth in IC 36-7-14-39(b) pertaining to declaratory
 39 resolutions adopted under IC 36-7-14-15 may include a provision with
 40 respect to the allocation and distribution of property taxes for the
 41 purposes and in the manner provided in this section. A declaratory
 42 resolution previously adopted may include an allocation provision by



1 the amendment of that declaratory resolution in accordance with the
 2 procedures set forth in section 13 of this chapter. The allocation
 3 provision may apply to all or part of the military base reuse area. The
 4 allocation provision must require that any property taxes subsequently
 5 levied by or for the benefit of any public body entitled to a distribution
 6 of property taxes on taxable property in the allocation area be allocated
 7 and distributed as follows:

8 (1) Except as otherwise provided in this section, the proceeds of
 9 the taxes attributable to the lesser of:

10 (A) the assessed value of the property for the assessment date
 11 with respect to which the allocation and distribution is made;
 12 or

13 (B) the base assessed value;

14 shall be allocated to and, when collected, paid into the funds of
 15 the respective taxing units.

16 (2) The excess of the proceeds of the property taxes imposed for
 17 the assessment date with respect to which the allocation and
 18 distribution are made that are attributable to taxes imposed after
 19 being approved by the voters in a referendum or local public
 20 question conducted after April 30, 2010, not otherwise included
 21 in subdivision (1) shall be allocated to and, when collected, paid
 22 into the funds of the taxing unit for which the referendum or local
 23 public question was conducted.

24 (3) Except as otherwise provided in this section, property tax
 25 proceeds in excess of those described in subdivisions (1) and (2)
 26 shall be allocated to the military base reuse district and, when
 27 collected, paid into an allocation fund for that allocation area that
 28 may be used by the military base reuse district and only to do one
 29 (1) or more of the following:

30 (A) Pay the principal of and interest and redemption premium
 31 on any obligations incurred by the military base reuse district
 32 or any other entity for the purpose of financing or refinancing
 33 military base reuse activities in or directly serving or
 34 benefiting that allocation area.

35 (B) Establish, augment, or restore the debt service reserve for
 36 bonds payable solely or in part from allocated tax proceeds in
 37 that allocation area or from other revenues of the reuse
 38 authority, including lease rental revenues.

39 (C) Make payments on leases payable solely or in part from
 40 allocated tax proceeds in that allocation area.

41 (D) Reimburse any other governmental body for expenditures
 42 made for local public improvements (or structures) in or



- 1 directly serving or benefiting that allocation area.
- 2 (E) Pay expenses incurred by the reuse authority, any other
- 3 department of the unit, or a department of another
- 4 governmental entity for local public improvements or
- 5 structures that are in the allocation area or directly serving or
- 6 benefiting the allocation area, including expenses for the
- 7 operation and maintenance of these local public improvements
- 8 or structures if the reuse authority determines those operation
- 9 and maintenance expenses are necessary or desirable to carry
- 10 out the purposes of this chapter.
- 11 (F) Reimburse public and private entities for expenses
- 12 incurred in training employees of industrial facilities that are
- 13 located:
- 14 (i) in the allocation area; and
- 15 (ii) on a parcel of real property that has been classified as
- 16 industrial property under the rules of the department of local
- 17 government finance.
- 18 However, the total amount of money spent for this purpose in
- 19 any year may not exceed the total amount of money in the
- 20 allocation fund that is attributable to property taxes paid by the
- 21 industrial facilities described in this clause. The
- 22 reimbursements under this clause must be made not more than
- 23 three (3) years after the date on which the investments that are
- 24 the basis for the increment financing are made.
- 25 (G) Expend money and provide financial assistance as
- 26 authorized in section 9(a)(25) of this chapter.
- 27 Except as provided in clause (E), the allocation fund may not be
- 28 used for operating expenses of the reuse authority.
- 29 (4) Except as provided in subsection (g), before July 15 of each
- 30 year the reuse authority shall do the following:
- 31 (A) Determine the amount, if any, by which property taxes
- 32 payable to the allocation fund in the following year will exceed
- 33 the amount of property taxes necessary to make, when due,
- 34 principal and interest payments on bonds described in
- 35 subdivision (3) plus the amount necessary for other purposes
- 36 described in subdivision (3).
- 37 (B) Provide a written notice to the county auditor, the fiscal
- 38 body of the unit that established the reuse authority, and the
- 39 officers who are authorized to fix budgets, tax rates, and tax
- 40 levies under IC 6-1.1-17-5 for each of the other taxing units
- 41 that is wholly or partly located within the allocation area. The
- 42 notice must:



1 (i) state the amount, if any, of excess property taxes that the
 2 reuse authority has determined may be paid to the respective
 3 taxing units in the manner prescribed in subdivision (1); or
 4 (ii) state that the reuse authority has determined that there
 5 are no excess property tax proceeds that may be allocated to
 6 the respective taxing units in the manner prescribed in
 7 subdivision (1).

8 The county auditor shall allocate to the respective taxing units
 9 the amount, if any, of excess property tax proceeds determined
 10 by the reuse authority. The reuse authority may not authorize
 11 a payment to the respective taxing units under this subdivision
 12 if to do so would endanger the interest of the holders of bonds
 13 described in subdivision (3) or lessors under section 19 of this
 14 chapter.

15 (c) For the purpose of allocating taxes levied by or for any taxing
 16 unit or units, the assessed value of taxable property in a territory in the
 17 allocation area that is annexed by a taxing unit after the effective date
 18 of the allocation provision of the declaratory resolution is the lesser of:

- 19 (1) the assessed value of the property for the assessment date with
 20 respect to which the allocation and distribution is made; or
 21 (2) the base assessed value.

22 (d) Property tax proceeds allocable to the military base reuse district
 23 under subsection (b)(3) may, subject to subsection (b)(4), be
 24 irrevocably pledged by the military base reuse district for payment as
 25 set forth in subsection (b)(3).

26 (e) Notwithstanding any other law, each assessor shall, upon
 27 petition of the reuse authority, reassess the taxable property situated
 28 upon or in or added to the allocation area, effective on the next
 29 assessment date after the petition.

30 (f) Notwithstanding any other law, the assessed value of all taxable
 31 property in the allocation area, for purposes of tax limitation, property
 32 tax replacement, and the making of the budget, tax rate, and tax levy
 33 for each political subdivision in which the property is located is the
 34 lesser of:

- 35 (1) the assessed value of the property as valued without regard to
 36 this section; or
 37 (2) the base assessed value.

38 (g) If any part of the allocation area is located in an enterprise zone
 39 created under IC 5-28-15, the unit that designated the allocation area
 40 shall create funds as specified in this subsection. A unit that has
 41 obligations, bonds, or leases payable from allocated tax proceeds under
 42 subsection (b)(3) shall establish an allocation fund for the purposes



1 specified in subsection (b)(3) and a special zone fund. Such a unit
 2 shall, until the end of the enterprise zone phase out period, deposit each
 3 year in the special zone fund any amount in the allocation fund derived
 4 from property tax proceeds in excess of those described in subsection
 5 (b)(1) and (b)(2) from property located in the enterprise zone that
 6 exceeds the amount sufficient for the purposes specified in subsection
 7 (b)(3) for the year. The amount sufficient for purposes specified in
 8 subsection (b)(3) for the year shall be determined based on the pro rata
 9 part of such current property tax proceeds from the part of the
 10 enterprise zone that is within the allocation area as compared to all
 11 such current property tax proceeds derived from the allocation area. A
 12 unit that does not have obligations, bonds, or leases payable from
 13 allocated tax proceeds under subsection (b)(3) shall establish a special
 14 zone fund and deposit all the property tax proceeds in excess of those
 15 described in subsection (b)(1) and (b)(2) that are derived from property
 16 in the enterprise zone in the fund. The unit that creates the special zone
 17 fund shall use the fund (based on the recommendations of the urban
 18 enterprise association) for programs in job training, job enrichment,
 19 and basic skill development that are designed to benefit residents and
 20 employers in the enterprise zone or other purposes specified in
 21 subsection (b)(3), except that where reference is made in subsection
 22 (b)(3) to allocation area it shall refer for purposes of payments from the
 23 special zone fund only to that part of the allocation area that is also
 24 located in the enterprise zone. The programs shall reserve at least
 25 one-half (1/2) of their enrollment in any session for residents of the
 26 enterprise zone.

27 (h) After each reassessment of real property in an area under the
 28 county's reassessment plan under IC 6-1.1-4-4.2, the ~~department of~~
 29 ~~local government finance~~ **county auditor** shall, **on forms prescribed**
 30 **by the department of local government finance**, adjust the base
 31 assessed value one (1) time to neutralize any effect of the reassessment
 32 of the real property in the area on the property tax proceeds allocated
 33 to the military base reuse district under this section. After each annual
 34 adjustment under IC 6-1.1-4-4.5, the ~~department of local government~~
 35 ~~finance~~ **county auditor** shall, **on forms prescribed by the**
 36 **department of local government finance**, adjust the base assessed
 37 value to neutralize any effect of the annual adjustment on the property
 38 tax proceeds allocated to the military base reuse district under this
 39 section. However, the adjustments under this subsection may not
 40 include the effect of property tax abatements under IC 6-1.1-12.1, and
 41 these adjustments may not produce less property tax proceeds allocable
 42 to the military base reuse district under subsection (b)(3) than would



1 otherwise have been received if the reassessment under the county's
 2 reassessment plan or annual adjustment had not occurred. ~~The~~
 3 ~~department of local government finance may prescribe procedures for~~
 4 ~~county and township officials to follow to assist the department in~~
 5 ~~making the adjustments. The county auditor shall, in the manner~~
 6 **prescribed by the department of local government finance, submit**
 7 **the forms required by this subsection to the department of local**
 8 **government finance no later than July 15 of each year. If the**
 9 **county auditor fails to submit the forms by the deadline under this**
 10 **subsection, the county auditor shall allocate five percent (5%) of**
 11 **the assessed value in the allocation area that is used to calculate the**
 12 **allocation and distribution of allocated tax proceeds under this**
 13 **section to the respective taxing units. However, if the reuse**
 14 **authority notifies the county auditor and the department of local**
 15 **government finance, no later than July 15, that it is unable to meet**
 16 **its debt service obligations with regard to the allocation area**
 17 **without all or part of the allocated tax proceeds attributed to the**
 18 **assessed value that has been allocated to the respective taxing**
 19 **units, then the county auditor may not allocate five percent (5%)**
 20 **of the assessed value in the allocation area that is used to calculate**
 21 **the allocation and distribution of allocated tax proceeds under this**
 22 **section to the respective taxing units.**

23 (i) If the reuse authority adopts a declaratory resolution or an
 24 amendment to a declaratory resolution that contains an allocation
 25 provision and the reuse authority makes either of the filings required
 26 under section 12(c) or 13(f) of this chapter after the first anniversary of
 27 the effective date of the allocation provision, the auditor of the county
 28 in which the military base reuse district is located shall compute the
 29 base assessed value for the allocation area using the assessment date
 30 immediately preceding the later of:

- 31 (1) the date on which the documents are filed with the county
- 32 auditor; or
- 33 (2) the date on which the documents are filed with the department
- 34 of local government finance.

35 (j) For an allocation area established after June 30, 2024,
 36 "residential property" refers to the assessed value of property that is
 37 allocated to the one percent (1%) homestead land and improvement
 38 categories in the county tax and billing software system, along with the
 39 residential assessed value as defined for purposes of calculating the
 40 rate for the local income tax property tax relief credit designated for
 41 residential property under IC 6-3.6-5-6(d)(3).

42 SECTION 159. IC 36-7-30-25, AS AMENDED BY P.L.68-2025,



1 SECTION 237, IS AMENDED TO READ AS FOLLOWS
 2 [EFFECTIVE JULY 1, 2028]: Sec. 25. (a) The following definitions
 3 apply throughout this section:

4 (1) "Allocation area" means that part of a military base reuse area
 5 to which an allocation provision of a declaratory resolution
 6 adopted under section 10 of this chapter refers for purposes of
 7 distribution and allocation of property taxes.

8 (2) "Base assessed value" means, subject to subsection (i):

9 (A) the net assessed value of all the property as finally
 10 determined for the assessment date immediately preceding the
 11 adoption date of the allocation provision of the declaratory
 12 resolution, as adjusted under subsection (h); plus

13 (B) to the extent that it is not included in clause (A) or (C), the
 14 net assessed value of any and all parcels or classes of parcels
 15 identified as part of the base assessed value in the declaratory
 16 resolution or an amendment thereto, as finally determined for
 17 any subsequent assessment date; plus

18 (C) to the extent that it is not included in clause (A) or (B), the
 19 net assessed value of property that is assessed as residential
 20 property under the rules of the department of local government
 21 finance, within the allocation area, as finally determined for
 22 the current assessment date.

23 Clause (C) applies only to allocation areas established in a
 24 military reuse area after June 30, 1997, and to the part of an
 25 allocation area that was established before June 30, 1997, and that
 26 is added to an existing allocation area after June 30, 1997.

27 (3) "Property taxes" means taxes imposed under IC 6-1.1 on real
 28 property.

29 (b) A declaratory resolution adopted under section 10 of this chapter
 30 before the date set forth in IC 36-7-14-39(b) pertaining to declaratory
 31 resolutions adopted under IC 36-7-14-15 may include a provision with
 32 respect to the allocation and distribution of property taxes for the
 33 purposes and in the manner provided in this section. A declaratory
 34 resolution previously adopted may include an allocation provision by
 35 the amendment of that declaratory resolution in accordance with the
 36 procedures set forth in section 13 of this chapter. The allocation
 37 provision may apply to all or part of the military base reuse area. The
 38 allocation provision must require that any property taxes subsequently
 39 levied by or for the benefit of any public body entitled to a distribution
 40 of property taxes on taxable property in the allocation area be allocated
 41 and distributed as follows:

42 (1) Except as otherwise provided in this section, the proceeds of



- 1 the taxes attributable to the lesser of:
- 2 (A) the assessed value of the property for the assessment date
- 3 with respect to which the allocation and distribution is made;
- 4 or
- 5 (B) the base assessed value;
- 6 shall be allocated to and, when collected, paid into the funds of
- 7 the respective taxing units.
- 8 (2) The excess of the proceeds of the property taxes imposed for
- 9 the assessment date with respect to which the allocation and
- 10 distribution are made that are attributable to taxes imposed after
- 11 being approved by the voters in a referendum or local public
- 12 question conducted after April 30, 2010, not otherwise included
- 13 in subdivision (1) shall be allocated to and, when collected, paid
- 14 into the funds of the taxing unit for which the referendum or local
- 15 public question was conducted.
- 16 (3) Except as otherwise provided in this section, property tax
- 17 proceeds in excess of those described in subdivisions (1) and (2)
- 18 shall be allocated to the military base reuse district and, when
- 19 collected, paid into an allocation fund for that allocation area that
- 20 may be used by the military base reuse district and only to do one
- 21 (1) or more of the following:
- 22 (A) Pay the principal of and interest and redemption premium
- 23 on any obligations incurred by the military base reuse district
- 24 or any other entity for the purpose of financing or refinancing
- 25 military base reuse activities in or directly serving or
- 26 benefiting that allocation area.
- 27 (B) Establish, augment, or restore the debt service reserve for
- 28 bonds payable solely or in part from allocated tax proceeds in
- 29 that allocation area or from other revenues of the reuse
- 30 authority, including lease rental revenues.
- 31 (C) Make payments on leases payable solely or in part from
- 32 allocated tax proceeds in that allocation area.
- 33 (D) Reimburse any other governmental body for expenditures
- 34 made for local public improvements (or structures) in or
- 35 directly serving or benefiting that allocation area.
- 36 (E) Pay expenses incurred by the reuse authority, any other
- 37 department of the unit, or a department of another
- 38 governmental entity for local public improvements or
- 39 structures that are in the allocation area or directly serving or
- 40 benefiting the allocation area, including expenses for the
- 41 operation and maintenance of these local public improvements
- 42 or structures if the reuse authority determines those operation



1 and maintenance expenses are necessary or desirable to carry
2 out the purposes of this chapter.

3 (F) Reimburse public and private entities for expenses
4 incurred in training employees of industrial facilities that are
5 located:

6 (i) in the allocation area; and

7 (ii) on a parcel of real property that has been classified as
8 industrial property under the rules of the department of local
9 government finance.

10 However, the total amount of money spent for this purpose in
11 any year may not exceed the total amount of money in the
12 allocation fund that is attributable to property taxes paid by the
13 industrial facilities described in this clause. The
14 reimbursements under this clause must be made not more than
15 three (3) years after the date on which the investments that are
16 the basis for the increment financing are made.

17 (G) Expend money and provide financial assistance as
18 authorized in section 9(a)(25) of this chapter.

19 Except as provided in clause (E), the allocation fund may not be
20 used for operating expenses of the reuse authority.

21 (4) Except as provided in subsection (g), before July 15 of each
22 year the reuse authority shall do the following:

23 (A) Determine the amount, if any, by which property taxes
24 payable to the allocation fund in the following year will exceed
25 the amount of property taxes necessary to make, when due,
26 principal and interest payments on bonds described in
27 subdivision (3) plus the amount necessary for other purposes
28 described in subdivision (3).

29 (B) Provide a written notice to the county auditor, the fiscal
30 body of the unit that established the reuse authority, and the
31 officers who are authorized to fix budgets, tax rates, and tax
32 levies under IC 6-1.1-17-5 for each of the other taxing units
33 that is wholly or partly located within the allocation area. The
34 notice must:

35 (i) state the amount, if any, of excess property taxes that the
36 reuse authority has determined may be paid to the respective
37 taxing units in the manner prescribed in subdivision (1); or

38 (ii) state that the reuse authority has determined that there
39 are no excess property tax proceeds that may be allocated to
40 the respective taxing units in the manner prescribed in
41 subdivision (1).

42 The county auditor shall allocate to the respective taxing units



- 1 the amount, if any, of excess property tax proceeds determined
2 by the reuse authority. The reuse authority may not authorize
3 a payment to the respective taxing units under this subdivision
4 if to do so would endanger the interest of the holders of bonds
5 described in subdivision (3) or lessors under section 19 of this
6 chapter.
- 7 (c) For the purpose of allocating taxes levied by or for any taxing
8 unit or units, the assessed value of taxable property in a territory in the
9 allocation area that is annexed by a taxing unit after the effective date
10 of the allocation provision of the declaratory resolution is the lesser of:
11 (1) the assessed value of the property for the assessment date with
12 respect to which the allocation and distribution is made; or
13 (2) the base assessed value.
- 14 (d) Property tax proceeds allocable to the military base reuse district
15 under subsection (b)(3) may, subject to subsection (b)(4), be
16 irrevocably pledged by the military base reuse district for payment as
17 set forth in subsection (b)(3).
- 18 (e) Notwithstanding any other law, each assessor shall, upon
19 petition of the reuse authority, reassess the taxable property situated
20 upon or in or added to the allocation area, effective on the next
21 assessment date after the petition.
- 22 (f) Notwithstanding any other law, the assessed value of all taxable
23 property in the allocation area, for purposes of tax limitation, property
24 tax replacement, and the making of the budget, tax rate, and tax levy
25 for each political subdivision in which the property is located is the
26 lesser of:
27 (1) the assessed value of the property as valued without regard to
28 this section; or
29 (2) the base assessed value.
- 30 (g) If any part of the allocation area is located in an enterprise zone
31 created under IC 5-28-15, the unit that designated the allocation area
32 shall create funds as specified in this subsection. A unit that has
33 obligations, bonds, or leases payable from allocated tax proceeds under
34 subsection (b)(3) shall establish an allocation fund for the purposes
35 specified in subsection (b)(3) and a special zone fund. Such a unit
36 shall, until the end of the enterprise zone phase out period, deposit each
37 year in the special zone fund any amount in the allocation fund derived
38 from property tax proceeds in excess of those described in subsection
39 (b)(1) and (b)(2) from property located in the enterprise zone that
40 exceeds the amount sufficient for the purposes specified in subsection
41 (b)(3) for the year. The amount sufficient for purposes specified in
42 subsection (b)(3) for the year shall be determined based on the pro rata



1 part of such current property tax proceeds from the part of the
 2 enterprise zone that is within the allocation area as compared to all
 3 such current property tax proceeds derived from the allocation area. A
 4 unit that does not have obligations, bonds, or leases payable from
 5 allocated tax proceeds under subsection (b)(3) shall establish a special
 6 zone fund and deposit all the property tax proceeds in excess of those
 7 described in subsection (b)(1) and (b)(2) that are derived from property
 8 in the enterprise zone in the fund. The unit that creates the special zone
 9 fund shall use the fund (based on the recommendations of the urban
 10 enterprise association) for programs in job training, job enrichment,
 11 and basic skill development that are designed to benefit residents and
 12 employers in the enterprise zone or other purposes specified in
 13 subsection (b)(3), except that where reference is made in subsection
 14 (b)(3) to allocation area it shall refer for purposes of payments from the
 15 special zone fund only to that part of the allocation area that is also
 16 located in the enterprise zone. The programs shall reserve at least
 17 one-half (1/2) of their enrollment in any session for residents of the
 18 enterprise zone.

19 (h) After each reassessment of real property in an area under the
 20 county's reassessment plan under IC 6-1.1-4-4.2, the ~~department of~~
 21 ~~local government finance~~ **county auditor** shall, **on forms prescribed**
 22 **by the department of local government finance**, adjust the base
 23 assessed value one (1) time to neutralize any effect of the reassessment
 24 of the real property in the area on the property tax proceeds allocated
 25 to the military base reuse district under this section. After each annual
 26 adjustment under IC 6-1.1-4-4.5, the ~~department of local government~~
 27 ~~finance~~ **county auditor** shall, **on forms prescribed by the**
 28 **department of local government finance**, adjust the base assessed
 29 value to neutralize any effect of the annual adjustment on the property
 30 tax proceeds allocated to the military base reuse district under this
 31 section. However, the adjustments under this subsection may not
 32 include the effect of property tax abatements under IC 6-1.1-12.1, and
 33 these adjustments may not produce less property tax proceeds allocable
 34 to the military base reuse district under subsection (b)(3) than would
 35 otherwise have been received if the reassessment under the county's
 36 reassessment plan or annual adjustment had not occurred. ~~The~~
 37 ~~department of local government finance~~ may prescribe procedures for
 38 county and township officials to follow to assist the department in
 39 making the adjustments. **The county auditor shall, in the manner**
 40 **prescribed by the department of local government finance, submit**
 41 **the forms required by this subsection to the department of local**
 42 **government finance no later than July 15 of each year. If the**



1 county auditor fails to submit the forms by the deadline under this
 2 subsection, the county auditor shall allocate five percent (5%) of
 3 the assessed value in the allocation area that is used to calculate the
 4 allocation and distribution of allocated tax proceeds under this
 5 section to the respective taxing units. However, if the reuse
 6 authority notifies the county auditor and the department of local
 7 government finance, no later than July 15, that it is unable to meet
 8 its debt service obligations with regard to the allocation area
 9 without all or part of the allocated tax proceeds attributed to the
 10 assessed value that has been allocated to the respective taxing
 11 units, then the county auditor may not allocate five percent (5%)
 12 of the assessed value in the allocation area that is used to calculate
 13 the allocation and distribution of allocated tax proceeds under this
 14 section to the respective taxing units.

15 (i) If the reuse authority adopts a declaratory resolution or an
 16 amendment to a declaratory resolution that contains an allocation
 17 provision and the reuse authority makes either of the filings required
 18 under section 12(c) or 13(f) of this chapter after the first anniversary of
 19 the effective date of the allocation provision, the auditor of the county
 20 in which the military base reuse district is located shall compute the
 21 base assessed value for the allocation area using the assessment date
 22 immediately preceding the later of:

23 (1) the date on which the documents are filed with the county
 24 auditor; or

25 (2) the date on which the documents are filed with the department
 26 of local government finance.

27 (j) For an allocation area established after June 30, 2024,
 28 "residential property" refers to the assessed value of property that is
 29 allocated to the one percent (1%) homestead land and improvement
 30 categories in the county tax and billing software system, along with the
 31 residential assessed value as defined for purposes of calculating the
 32 rate for the local income tax property tax relief credit designated for
 33 residential property under IC 6-3.6-5-6(d)(3) (before its expiration).

34 SECTION 160. IC 36-7-30.5-30, AS AMENDED BY P.L. 174-2022,
 35 SECTION 75, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 36 UPON PASSAGE]: Sec. 30. (a) The following definitions apply
 37 throughout this section:

38 (1) "Allocation area" means that part of a military base
 39 development area to which an allocation provision of a
 40 declaratory resolution adopted under section 16 of this chapter
 41 refers for purposes of distribution and allocation of property taxes.

42 (2) "Base assessed value" means, subject to subsection (i):



1 (A) the net assessed value of all the property as finally
 2 determined for the assessment date immediately preceding the
 3 adoption date of the allocation provision of the declaratory
 4 resolution, as adjusted under subsection (h); plus
 5 (B) to the extent that it is not included in clause (A) or (C), the
 6 net assessed value of any and all parcels or classes of parcels
 7 identified as part of the base assessed value in the declaratory
 8 resolution or an amendment to the declaratory resolution, as
 9 finally determined for any subsequent assessment date; plus
 10 (C) to the extent that it is not included in clause (A) or (B), the
 11 net assessed value of property that is assessed as residential
 12 property under the rules of the department of local government
 13 finance, within the allocation area, as finally determined for
 14 the current assessment date.

15 (3) "Property taxes" means taxes imposed under IC 6-1.1 on real
 16 property.

17 (b) A declaratory resolution adopted under section 16 of this chapter
 18 before the date set forth in IC 36-7-14-39(b) pertaining to declaratory
 19 resolutions adopted under IC 36-7-14-15 may include a provision with
 20 respect to the allocation and distribution of property taxes for the
 21 purposes and in the manner provided in this section. A declaratory
 22 resolution previously adopted may include an allocation provision by
 23 the amendment of that declaratory resolution in accordance with the
 24 procedures set forth in section 18 of this chapter. The allocation
 25 provision may apply to all or part of the military base development
 26 area. The allocation provision must require that any property taxes
 27 subsequently levied by or for the benefit of any public body entitled to
 28 a distribution of property taxes on taxable property in the allocation
 29 area be allocated and distributed as follows:

30 (1) Except as otherwise provided in this section, the proceeds of
 31 the taxes attributable to the lesser of:

32 (A) the assessed value of the property for the assessment date
 33 with respect to which the allocation and distribution is made;
 34 or
 35 (B) the base assessed value;

36 shall be allocated to and, when collected, paid into the funds of
 37 the respective taxing units.

38 (2) The excess of the proceeds of the property taxes imposed for
 39 the assessment date with respect to which the allocation and
 40 distribution is made that are attributable to taxes imposed after
 41 being approved by the voters in a referendum or local public
 42 question conducted after April 30, 2010, not otherwise included



1 in subdivision (1) shall be allocated to and, when collected, paid
 2 into the funds of the taxing unit for which the referendum or local
 3 public question was conducted.

4 (3) Except as otherwise provided in this section, property tax
 5 proceeds in excess of those described in subdivisions (1) and (2)
 6 shall be allocated to the development authority and, when
 7 collected, paid into an allocation fund for that allocation area that
 8 may be used by the development authority and only to do one (1)
 9 or more of the following:

10 (A) Pay the principal of and interest and redemption premium
 11 on any obligations incurred by the development authority or
 12 any other entity for the purpose of financing or refinancing
 13 military base development or reuse activities in or directly
 14 serving or benefiting that allocation area.

15 (B) Establish, augment, or restore the debt service reserve for
 16 bonds payable solely or in part from allocated tax proceeds in
 17 that allocation area or from other revenues of the development
 18 authority, including lease rental revenues.

19 (C) Make payments on leases payable solely or in part from
 20 allocated tax proceeds in that allocation area.

21 (D) Reimburse any other governmental body for expenditures
 22 made for local public improvements (or structures) in or
 23 directly serving or benefiting that allocation area.

24 (E) For property taxes first due and payable before 2009, pay
 25 all or a part of a property tax replacement credit to taxpayers
 26 in an allocation area as determined by the development
 27 authority. This credit equals the amount determined under the
 28 following STEPS for each taxpayer in a taxing district (as
 29 defined in IC 6-1.1-1-20) that contains all or part of the
 30 allocation area:

31 STEP ONE: Determine that part of the sum of the amounts
 32 under IC 6-1.1-21-2(g)(1)(A), IC 6-1.1-21-2(g)(2),
 33 IC 6-1.1-21-2(g)(3), IC 6-1.1-21-2(g)(4), and
 34 IC 6-1.1-21-2(g)(5) (before their repeal) that is attributable to
 35 the taxing district.

36 STEP TWO: Divide:

37 (i) that part of each county's eligible property tax
 38 replacement amount (as defined in IC 6-1.1-21-2 (before its
 39 repeal)) for that year as determined under IC 6-1.1-21-4
 40 (before its repeal) that is attributable to the taxing district;
 41 by

42 (ii) the STEP ONE sum.



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STEP THREE: Multiply:
(i) the STEP TWO quotient; by
(ii) the total amount of the taxpayer's taxes (as defined in IC 6-1.1-21-2 (before its repeal)) levied in the taxing district that have been allocated during that year to an allocation fund under this section.

If not all the taxpayers in an allocation area receive the credit in full, each taxpayer in the allocation area is entitled to receive the same proportion of the credit. A taxpayer may not receive a credit under this section and a credit under section 32 of this chapter (before its repeal) in the same year.

(F) Pay expenses incurred by the development authority for local public improvements or structures that were in the allocation area or directly serving or benefiting the allocation area.

(G) Reimburse public and private entities for expenses incurred in training employees of industrial facilities that are located:

- (i) in the allocation area; and
- (ii) on a parcel of real property that has been classified as industrial property under the rules of the department of local government finance.

However, the total amount of money spent for this purpose in any year may not exceed the total amount of money in the allocation fund that is attributable to property taxes paid by the industrial facilities described in this clause. The reimbursements under this clause must be made not more than three (3) years after the date on which the investments that are the basis for the increment financing are made.

(H) Expend money and provide financial assistance as authorized in section 15(26) of this chapter.

The allocation fund may not be used for operating expenses of the development authority.

(4) Except as provided in subsection (g), before July 15 of each year the development authority shall do the following:

- (A) Determine the amount, if any, by which property taxes payable to the allocation fund in the following year will exceed the amount of property taxes necessary to make, when due, principal and interest payments on bonds described in subdivision (3) plus the amount necessary for other purposes described in subdivisions (2) and (3).
- (B) Provide a written notice to the appropriate county auditors



1 and the fiscal bodies and other officers who are authorized to
 2 fix budgets, tax rates, and tax levies under IC 6-1.1-17-5 for
 3 each of the other taxing units that is wholly or partly located
 4 within the allocation area. The notice must:

5 (i) state the amount, if any, of the excess property taxes that
 6 the development authority has determined may be paid to
 7 the respective taxing units in the manner prescribed in
 8 subdivision (1); or

9 (ii) state that the development authority has determined that
 10 there is no excess assessed value that may be allocated to the
 11 respective taxing units in the manner prescribed in
 12 subdivision (1).

13 The county auditors shall allocate to the respective taxing units
 14 the amount, if any, of excess assessed value determined by the
 15 development authority. The development authority may not
 16 authorize a payment to the respective taxing units under this
 17 subdivision if to do so would endanger the interest of the
 18 holders of bonds described in subdivision (3) or lessors under
 19 section 24 of this chapter. Property taxes received by a taxing
 20 unit under this subdivision before 2009 are eligible for the
 21 property tax replacement credit provided under IC 6-1.1-21
 22 (before its repeal).

23 (c) For the purpose of allocating taxes levied by or for any taxing
 24 unit or units, the assessed value of taxable property in a territory in the
 25 allocation area that is annexed by a taxing unit after the effective date
 26 of the allocation provision of the declaratory resolution is the lesser of:

- 27 (1) the assessed value of the property for the assessment date with
 28 respect to which the allocation and distribution is made; or
 29 (2) the base assessed value.

30 (d) Property tax proceeds allocable to the military base development
 31 district under subsection (b)(3) may, subject to subsection (b)(4), be
 32 irrevocably pledged by the military base development district for
 33 payment as set forth in subsection (b)(3).

34 (e) Notwithstanding any other law, each assessor shall, upon
 35 petition of the development authority, reassess the taxable property
 36 situated upon or in or added to the allocation area, effective on the next
 37 assessment date after the petition.

38 (f) Notwithstanding any other law, the assessed value of all taxable
 39 property in the allocation area, for purposes of tax limitation, property
 40 tax replacement, and the making of the budget, tax rate, and tax levy
 41 for each political subdivision in which the property is located is the
 42 lesser of:



- 1 (1) the assessed value of the property as valued without regard to
 2 this section; or
 3 (2) the base assessed value.

4 (g) If any part of the allocation area is located in an enterprise zone
 5 created under IC 5-28-15, the development authority shall create funds
 6 as specified in this subsection. A development authority that has
 7 obligations, bonds, or leases payable from allocated tax proceeds under
 8 subsection (b)(3) shall establish an allocation fund for the purposes
 9 specified in subsection (b)(3) and a special zone fund. The
 10 development authority shall, until the end of the enterprise zone phase
 11 out period, deposit each year in the special zone fund any amount in the
 12 allocation fund derived from property tax proceeds in excess of those
 13 described in subsection (b)(1) and (b)(2) from property located in the
 14 enterprise zone that exceeds the amount sufficient for the purposes
 15 specified in subsection (b)(3) for the year. The amount sufficient for
 16 purposes specified in subsection (b)(3) for the year shall be determined
 17 based on the pro rata part of such current property tax proceeds from
 18 the part of the enterprise zone that is within the allocation area as
 19 compared to all such current property tax proceeds derived from the
 20 allocation area. A development authority that does not have
 21 obligations, bonds, or leases payable from allocated tax proceeds under
 22 subsection (b)(3) shall establish a special zone fund and deposit all the
 23 property tax proceeds in excess of those described in subsection (b)(1)
 24 and (b)(2) that are derived from property in the enterprise zone in the
 25 fund. The development authority that creates the special zone fund
 26 shall use the fund (based on the recommendations of the urban
 27 enterprise association) for programs in job training, job enrichment,
 28 and basic skill development that are designed to benefit residents and
 29 employers in the enterprise zone or for other purposes specified in
 30 subsection (b)(3), except that where reference is made in subsection
 31 (b)(3) to an allocation area it shall refer for purposes of payments from
 32 the special zone fund only to that part of the allocation area that is also
 33 located in the enterprise zone. The programs shall reserve at least
 34 one-half (1/2) of their enrollment in any session for residents of the
 35 enterprise zone.

36 (h) After each reassessment of real property in an area under a
 37 reassessment plan prepared under IC 6-1.1-4-4.2, the ~~department of~~
 38 ~~local government finance~~ **county auditor** shall, **on forms prescribed**
 39 **by the department of local government finance**, adjust the base
 40 assessed value one (1) time to neutralize any effect of the reassessment
 41 of the real property in the area on the property tax proceeds allocated
 42 to the military base development district under this section. After each



1 annual adjustment under IC 6-1.1-4-4.5, the ~~department of local~~
 2 ~~government finance county auditor~~ shall, **on forms prescribed by the**
 3 **department of local government finance**, adjust the base assessed
 4 value to neutralize any effect of the annual adjustment on the property
 5 tax proceeds allocated to the military base development district under
 6 this section. However, the adjustments under this subsection may not
 7 include the effect of property tax abatements under IC 6-1.1-12.1, and
 8 these adjustments may not produce less property tax proceeds allocable
 9 to the military base development district under subsection (b)(3) than
 10 would otherwise have been received if the reassessment under the
 11 county's reassessment plan or annual adjustment had not occurred. ~~The~~
 12 ~~department of local government finance may prescribe procedures for~~
 13 ~~county and township officials to follow to assist the department in~~
 14 ~~making the adjustments. The county auditor shall, in the manner~~
 15 **prescribed by the department of local government finance, submit**
 16 **the forms required by this subsection to the department of local**
 17 **government finance no later than July 15 of each year. If the**
 18 **county auditor fails to submit the forms by the deadline under this**
 19 **subsection, the county auditor shall allocate five percent (5%) of**
 20 **the assessed value in the allocation area that is used to calculate the**
 21 **allocation and distribution of allocated tax proceeds under this**
 22 **section to the respective taxing units. However, if the development**
 23 **authority notifies the county auditor and the department of local**
 24 **government finance, no later than July 15, that it is unable to meet**
 25 **its debt service obligations with regard to the allocation area**
 26 **without all or part of the allocated tax proceeds attributed to the**
 27 **assessed value that has been allocated to the respective taxing**
 28 **units, then the county auditor may not allocate five percent (5%)**
 29 **of the assessed value in the allocation area that is used to calculate**
 30 **the allocation and distribution of allocated tax proceeds under this**
 31 **section to the respective taxing units.**

32 (i) If the development authority adopts a declaratory resolution or
 33 an amendment to a declaratory resolution that contains an allocation
 34 provision and the development authority makes either of the filings
 35 required under section 17(e) or 18(f) of this chapter after the first
 36 anniversary of the effective date of the allocation provision, the auditor
 37 of the county in which the military base development district is located
 38 shall compute the base assessed value for the allocation area using the
 39 assessment date immediately preceding the later of:

- 40 (1) the date on which the documents are filed with the county
- 41 auditor; or
- 42 (2) the date on which the documents are filed with the department



1 of local government finance.

2 (j) For an allocation area established after June 30, 2024,
3 "residential property" refers to the assessed value of property that is
4 allocated to the one percent (1%) homestead land and improvement
5 categories in the county tax and billing software system, along with the
6 residential assessed value as defined for purposes of calculating the
7 rate for the local income tax property tax relief credit designated for
8 residential property under IC 6-3.6-5-6(d)(3).

9 SECTION 161. IC 36-7-30.5-30, AS AMENDED BY P.L.68-2025,
10 SECTION 238, IS AMENDED TO READ AS FOLLOWS
11 [EFFECTIVE UPON PASSAGE]: Sec. 30. (a) The following
12 definitions apply throughout this section:

13 (1) "Allocation area" means that part of a military base
14 development area to which an allocation provision of a
15 declaratory resolution adopted under section 16 of this chapter
16 refers for purposes of distribution and allocation of property taxes.

17 (2) "Base assessed value" means, subject to subsection (i):

18 (A) the net assessed value of all the property as finally
19 determined for the assessment date immediately preceding the
20 adoption date of the allocation provision of the declaratory
21 resolution, as adjusted under subsection (h); plus

22 (B) to the extent that it is not included in clause (A) or (C), the
23 net assessed value of any and all parcels or classes of parcels
24 identified as part of the base assessed value in the declaratory
25 resolution or an amendment to the declaratory resolution, as
26 finally determined for any subsequent assessment date; plus

27 (C) to the extent that it is not included in clause (A) or (B), the
28 net assessed value of property that is assessed as residential
29 property under the rules of the department of local government
30 finance, within the allocation area, as finally determined for
31 the current assessment date.

32 (3) "Property taxes" means taxes imposed under IC 6-1.1 on real
33 property.

34 (b) A declaratory resolution adopted under section 16 of this chapter
35 before the date set forth in IC 36-7-14-39(b) pertaining to declaratory
36 resolutions adopted under IC 36-7-14-15 may include a provision with
37 respect to the allocation and distribution of property taxes for the
38 purposes and in the manner provided in this section. A declaratory
39 resolution previously adopted may include an allocation provision by
40 the amendment of that declaratory resolution in accordance with the
41 procedures set forth in section 18 of this chapter. The allocation
42 provision may apply to all or part of the military base development



1 area. The allocation provision must require that any property taxes
 2 subsequently levied by or for the benefit of any public body entitled to
 3 a distribution of property taxes on taxable property in the allocation
 4 area be allocated and distributed as follows:

5 (1) Except as otherwise provided in this section, the proceeds of
 6 the taxes attributable to the lesser of:

7 (A) the assessed value of the property for the assessment date
 8 with respect to which the allocation and distribution is made;
 9 or

10 (B) the base assessed value;

11 shall be allocated to and, when collected, paid into the funds of
 12 the respective taxing units.

13 (2) The excess of the proceeds of the property taxes imposed for
 14 the assessment date with respect to which the allocation and
 15 distribution is made that are attributable to taxes imposed after
 16 being approved by the voters in a referendum or local public
 17 question conducted after April 30, 2010, not otherwise included
 18 in subdivision (1) shall be allocated to and, when collected, paid
 19 into the funds of the taxing unit for which the referendum or local
 20 public question was conducted.

21 (3) Except as otherwise provided in this section, property tax
 22 proceeds in excess of those described in subdivisions (1) and (2)
 23 shall be allocated to the development authority and, when
 24 collected, paid into an allocation fund for that allocation area that
 25 may be used by the development authority and only to do one (1)
 26 or more of the following:

27 (A) Pay the principal of and interest and redemption premium
 28 on any obligations incurred by the development authority or
 29 any other entity for the purpose of financing or refinancing
 30 military base development or reuse activities in or directly
 31 serving or benefiting that allocation area.

32 (B) Establish, augment, or restore the debt service reserve for
 33 bonds payable solely or in part from allocated tax proceeds in
 34 that allocation area or from other revenues of the development
 35 authority, including lease rental revenues.

36 (C) Make payments on leases payable solely or in part from
 37 allocated tax proceeds in that allocation area.

38 (D) Reimburse any other governmental body for expenditures
 39 made for local public improvements (or structures) in or
 40 directly serving or benefiting that allocation area.

41 (E) For property taxes first due and payable before 2009, pay
 42 all or a part of a property tax replacement credit to taxpayers



1 in an allocation area as determined by the development
 2 authority. This credit equals the amount determined under the
 3 following STEPS for each taxpayer in a taxing district (as
 4 defined in IC 6-1.1-1-20) that contains all or part of the
 5 allocation area:
 6 STEP ONE: Determine that part of the sum of the amounts
 7 under IC 6-1.1-21-2(g)(1)(A), IC 6-1.1-21-2(g)(2),
 8 IC 6-1.1-21-2(g)(3), IC 6-1.1-21-2(g)(4), and
 9 IC 6-1.1-21-2(g)(5) (before their repeal) that is attributable to
 10 the taxing district.
 11 STEP TWO: Divide:
 12 (i) that part of each county's eligible property tax
 13 replacement amount (as defined in IC 6-1.1-21-2 (before its
 14 repeal)) for that year as determined under IC 6-1.1-21-4
 15 (before its repeal) that is attributable to the taxing district;
 16 by
 17 (ii) the STEP ONE sum.
 18 STEP THREE: Multiply:
 19 (i) the STEP TWO quotient; by
 20 (ii) the total amount of the taxpayer's taxes (as defined in
 21 IC 6-1.1-21-2 (before its repeal)) levied in the taxing district
 22 that have been allocated during that year to an allocation
 23 fund under this section.
 24 If not all the taxpayers in an allocation area receive the credit
 25 in full, each taxpayer in the allocation area is entitled to
 26 receive the same proportion of the credit. A taxpayer may not
 27 receive a credit under this section and a credit under section
 28 32 of this chapter (before its repeal) in the same year.
 29 (F) Pay expenses incurred by the development authority for
 30 local public improvements or structures that were in the
 31 allocation area or directly serving or benefiting the allocation
 32 area.
 33 (G) Reimburse public and private entities for expenses
 34 incurred in training employees of industrial facilities that are
 35 located:
 36 (i) in the allocation area; and
 37 (ii) on a parcel of real property that has been classified as
 38 industrial property under the rules of the department of local
 39 government finance.
 40 However, the total amount of money spent for this purpose in
 41 any year may not exceed the total amount of money in the
 42 allocation fund that is attributable to property taxes paid by the



- 1 industrial facilities described in this clause. The
 2 reimbursements under this clause must be made not more than
 3 three (3) years after the date on which the investments that are
 4 the basis for the increment financing are made.
- 5 (H) Expend money and provide financial assistance as
 6 authorized in section 15(26) of this chapter.
- 7 The allocation fund may not be used for operating expenses of the
 8 development authority.
- 9 (4) Except as provided in subsection (g), before July 15 of each
 10 year the development authority shall do the following:
- 11 (A) Determine the amount, if any, by which property taxes
 12 payable to the allocation fund in the following year will exceed
 13 the amount of property taxes necessary to make, when due,
 14 principal and interest payments on bonds described in
 15 subdivision (3) plus the amount necessary for other purposes
 16 described in subdivisions (2) and (3).
- 17 (B) Provide a written notice to the appropriate county auditors
 18 and the fiscal bodies and other officers who are authorized to
 19 fix budgets, tax rates, and tax levies under IC 6-1.1-17-5 for
 20 each of the other taxing units that is wholly or partly located
 21 within the allocation area. The notice must:
- 22 (i) state the amount, if any, of the excess property taxes that
 23 the development authority has determined may be paid to
 24 the respective taxing units in the manner prescribed in
 25 subdivision (1); or
- 26 (ii) state that the development authority has determined that
 27 there is no excess assessed value that may be allocated to the
 28 respective taxing units in the manner prescribed in
 29 subdivision (1).
- 30 The county auditors shall allocate to the respective taxing units
 31 the amount, if any, of excess assessed value determined by the
 32 development authority. The development authority may not
 33 authorize a payment to the respective taxing units under this
 34 subdivision if to do so would endanger the interest of the
 35 holders of bonds described in subdivision (3) or lessors under
 36 section 24 of this chapter. Property taxes received by a taxing
 37 unit under this subdivision before 2009 are eligible for the
 38 property tax replacement credit provided under IC 6-1.1-21
 39 (before its repeal).
- 40 (c) For the purpose of allocating taxes levied by or for any taxing
 41 unit or units, the assessed value of taxable property in a territory in the
 42 allocation area that is annexed by a taxing unit after the effective date



- 1 of the allocation provision of the declaratory resolution is the lesser of:
 2 (1) the assessed value of the property for the assessment date with
 3 respect to which the allocation and distribution is made; or
 4 (2) the base assessed value.
- 5 (d) Property tax proceeds allocable to the military base development
 6 district under subsection (b)(3) may, subject to subsection (b)(4), be
 7 irrevocably pledged by the military base development district for
 8 payment as set forth in subsection (b)(3).
- 9 (e) Notwithstanding any other law, each assessor shall, upon
 10 petition of the development authority, reassess the taxable property
 11 situated upon or in or added to the allocation area, effective on the next
 12 assessment date after the petition.
- 13 (f) Notwithstanding any other law, the assessed value of all taxable
 14 property in the allocation area, for purposes of tax limitation, property
 15 tax replacement, and the making of the budget, tax rate, and tax levy
 16 for each political subdivision in which the property is located is the
 17 lesser of:
 18 (1) the assessed value of the property as valued without regard to
 19 this section; or
 20 (2) the base assessed value.
- 21 (g) If any part of the allocation area is located in an enterprise zone
 22 created under IC 5-28-15, the development authority shall create funds
 23 as specified in this subsection. A development authority that has
 24 obligations, bonds, or leases payable from allocated tax proceeds under
 25 subsection (b)(3) shall establish an allocation fund for the purposes
 26 specified in subsection (b)(3) and a special zone fund. The
 27 development authority shall, until the end of the enterprise zone phase
 28 out period, deposit each year in the special zone fund any amount in the
 29 allocation fund derived from property tax proceeds in excess of those
 30 described in subsection (b)(1) and (b)(2) from property located in the
 31 enterprise zone that exceeds the amount sufficient for the purposes
 32 specified in subsection (b)(3) for the year. The amount sufficient for
 33 purposes specified in subsection (b)(3) for the year shall be determined
 34 based on the pro rata part of such current property tax proceeds from
 35 the part of the enterprise zone that is within the allocation area as
 36 compared to all such current property tax proceeds derived from the
 37 allocation area. A development authority that does not have
 38 obligations, bonds, or leases payable from allocated tax proceeds under
 39 subsection (b)(3) shall establish a special zone fund and deposit all the
 40 property tax proceeds in excess of those described in subsection (b)(1)
 41 and (b)(2) that are derived from property in the enterprise zone in the
 42 fund. The development authority that creates the special zone fund



1 shall use the fund (based on the recommendations of the urban
 2 enterprise association) for programs in job training, job enrichment,
 3 and basic skill development that are designed to benefit residents and
 4 employers in the enterprise zone or for other purposes specified in
 5 subsection (b)(3), except that where reference is made in subsection
 6 (b)(3) to an allocation area it shall refer for purposes of payments from
 7 the special zone fund only to that part of the allocation area that is also
 8 located in the enterprise zone. The programs shall reserve at least
 9 one-half (1/2) of their enrollment in any session for residents of the
 10 enterprise zone.

11 (h) After each reassessment of real property in an area under a
 12 reassessment plan prepared under IC 6-1.1-4-4.2, the ~~department of~~
 13 ~~local government finance~~ **county auditor** shall, **on forms prescribed**
 14 **by the department of local government finance**, adjust the base
 15 assessed value one (1) time to neutralize any effect of the reassessment
 16 of the real property in the area on the property tax proceeds allocated
 17 to the military base development district under this section. After each
 18 annual adjustment under IC 6-1.1-4-4.5, the ~~department of local~~
 19 ~~government finance~~ **county auditor** shall, **on forms prescribed by the**
 20 **department of local government finance**, adjust the base assessed
 21 value to neutralize any effect of the annual adjustment on the property
 22 tax proceeds allocated to the military base development district under
 23 this section. However, the adjustments under this subsection may not
 24 include the effect of property tax abatements under IC 6-1.1-12.1, and
 25 these adjustments may not produce less property tax proceeds allocable
 26 to the military base development district under subsection (b)(3) than
 27 would otherwise have been received if the reassessment under the
 28 county's reassessment plan or annual adjustment had not occurred. ~~The~~
 29 ~~department of local government finance~~ may prescribe procedures for
 30 county and township officials to follow to assist the department in
 31 ~~making the adjustments.~~ **The county auditor shall, in the manner**
 32 **prescribed by the department of local government finance, submit**
 33 **the forms required by this subsection to the department of local**
 34 **government finance no later than July 15 of each year. If the**
 35 **county auditor fails to submit the forms by the deadline under this**
 36 **subsection, the county auditor shall allocate five percent (5%) of**
 37 **the assessed value in the allocation area that is used to calculate the**
 38 **allocation and distribution of allocated tax proceeds under this**
 39 **section to the respective taxing units. However, if the development**
 40 **authority notifies the county auditor and the department of local**
 41 **government finance, no later than July 15, that it is unable to meet**
 42 **its debt service obligations with regard to the allocation area**



1 **without all or part of the allocated tax proceeds attributed to the**
 2 **assessed value that has been allocated to the respective taxing**
 3 **units, then the county auditor may not allocate five percent (5%)**
 4 **of the assessed value in the allocation area that is used to calculate**
 5 **the allocation and distribution of allocated tax proceeds under this**
 6 **section to the respective taxing units.**

7 (i) If the development authority adopts a declaratory resolution or
 8 an amendment to a declaratory resolution that contains an allocation
 9 provision and the development authority makes either of the filings
 10 required under section 17(e) or 18(f) of this chapter after the first
 11 anniversary of the effective date of the allocation provision, the auditor
 12 of the county in which the military base development district is located
 13 shall compute the base assessed value for the allocation area using the
 14 assessment date immediately preceding the later of:

15 (1) the date on which the documents are filed with the county
 16 auditor; or

17 (2) the date on which the documents are filed with the department
 18 of local government finance.

19 (j) For an allocation area established after June 30, 2024,
 20 "residential property" refers to the assessed value of property that is
 21 allocated to the one percent (1%) homestead land and improvement
 22 categories in the county tax and billing software system, along with the
 23 residential assessed value as defined for purposes of calculating the
 24 rate for the local income tax property tax relief credit designated for
 25 residential property under IC 6-3.6-5-6(d)(3) (before its expiration).

26 SECTION 162. IC 36-7-32-19, AS AMENDED BY P.L.86-2018,
 27 SECTION 349, IS AMENDED TO READ AS FOLLOWS
 28 [EFFECTIVE UPON PASSAGE]: Sec. 19. (a) The state board of
 29 accounts and department of local government finance shall make the
 30 rules and prescribe the forms and procedures that the state board of
 31 accounts and department of local government finance consider
 32 appropriate for the implementation of an allocation area under this
 33 chapter.

34 (b) After each reassessment of real property in an area under a
 35 reassessment plan prepared under IC 6-1.1-4-4.2, the ~~department of~~
 36 ~~local government finance county auditor~~ shall, **on forms prescribed**
 37 **by the department of local government finance**, adjust the base
 38 assessed value one (1) time to neutralize any effect of the reassessment
 39 of the real property in the area on the property tax proceeds allocated
 40 to the certified technology park fund under section 17 of this chapter.
 41 After each annual adjustment under IC 6-1.1-4-4.5, the ~~department of~~
 42 ~~local government finance county auditor~~ shall, **on forms prescribed**



1 **by the department of local government finance**, adjust the base
 2 assessed value to neutralize any effect of the annual adjustment on the
 3 property tax proceeds allocated to the certified technology park fund
 4 under section 17 of this chapter.

5 **(c) The county auditor shall, in the manner prescribed by the**
 6 **department of local government finance, submit the forms**
 7 **required by this section to the department of local government**
 8 **finance no later than July 15 of each year. If the county auditor**
 9 **fails to submit the forms by the deadline under this subsection, the**
 10 **county auditor shall allocate five percent (5%) of the assessed**
 11 **value in the allocation area that is used to calculate the allocation**
 12 **and distribution of allocated tax proceeds under this section to the**
 13 **respective taxing units. However, if the certified technology park**
 14 **notifies the county auditor and the department of local government**
 15 **finance, no later than July 15, that it is unable to meet its debt**
 16 **service obligations with regard to the allocation area without all or**
 17 **part of the allocated tax proceeds attributed to the assessed value**
 18 **that has been allocated to the respective taxing units, then the**
 19 **county auditor may not allocate five percent (5%) of the assessed**
 20 **value in the allocation area that is used to calculate the allocation**
 21 **and distribution of allocated tax proceeds under this section to the**
 22 **respective taxing units.**

23 SECTION 163. IC 36-7-32.5-16, AS ADDED BY P.L.135-2022,
 24 SECTION 28, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 25 UPON PASSAGE]: Sec. 16. (a) The state board of accounts, the
 26 department of state revenue, and the department of local government
 27 finance may adopt rules under IC 4-22-2 and prescribe the forms and
 28 procedures that the state board of accounts, the department of state
 29 revenue, and the department of local government finance consider
 30 appropriate for the implementation of an innovation development
 31 district under this chapter. However, before adopting rules under this
 32 section, the state board of accounts, the department of state revenue,
 33 and the department of local government finance shall submit a report
 34 to the budget committee that:

35 (1) describes the rules proposed by the state board of accounts,
 36 the department of state revenue, and the department of local
 37 government finance; and

38 (2) recommends statutory changes necessary to implement the
 39 provisions of this chapter.

40 (b) After each reassessment of real property in an area under a
 41 county's reassessment plan prepared under IC 6-1.1-4-4.2, the
 42 **department of local government finance county auditor shall, on**



1 **forms prescribed by the department of local government finance,**
 2 adjust the base assessed value one (1) time to neutralize any effect of
 3 the reassessment of the real property in the area on the property tax
 4 proceeds allocated to the local innovation development district fund
 5 established by section 19 of this chapter.

6 (c) After each annual adjustment under IC 6-1.1-4-4.5, the
 7 ~~department of local government finance~~ **county auditor** shall, **on**
 8 **forms prescribed by the department of local government finance,**
 9 adjust the base assessed value to neutralize any effect of the annual
 10 adjustment on the property tax proceeds allocated to the local
 11 innovation development district fund established by section 19 of this
 12 chapter.

13 (d) **The county auditor shall, in the manner prescribed by the**
 14 **department of local government finance, submit the forms**
 15 **required by this section to the department of local government**
 16 **finance no later than July 15 of each year. If the county auditor**
 17 **fails to submit the forms by the deadline under this subsection, the**
 18 **county auditor shall allocate five percent (5%) of the assessed**
 19 **value in the allocation area that is used to calculate the allocation**
 20 **and distribution of allocated tax proceeds under this section to the**
 21 **respective taxing units. However, if the district notifies the county**
 22 **auditor and the department of local government finance, no later**
 23 **than July 15, that it is unable to meet its debt service obligations**
 24 **with regard to the allocation area without all or part of the**
 25 **allocated tax proceeds attributed to the assessed value that has**
 26 **been allocated to the respective taxing units, then the county**
 27 **auditor may not allocate five percent (5%) of the assessed value in**
 28 **the allocation area that is used to calculate the allocation and**
 29 **distribution of allocated tax proceeds under this section to the**
 30 **respective taxing units.**

31 SECTION 164. IC 36-7-42.5 IS ADDED TO THE INDIANA
 32 CODE AS A **NEW** CHAPTER TO READ AS FOLLOWS
 33 [EFFECTIVE JULY 1, 2026]:

34 **Chapter 42.5. Tourism Improvement Districts**

35 **Sec. 1. This chapter applies to all units except townships.**

36 **Sec. 2. As used in this chapter, "activities" means any programs**
 37 **or services that promote business activity or tourism activity and**
 38 **are provided to confer specific benefits upon the businesses that**
 39 **are located in the tourism improvement district.**

40 **Sec. 3. As used in this chapter, "district" means a tourism**
 41 **improvement district established by an ordinance adopted under**
 42 **section 13 of this chapter.**



1 **Sec. 4.** As used in this chapter, "district management
2 association" means a private nonprofit entity designated in the
3 district plan that enters into a contract with a unit to administer
4 and implement the district's activities and improvements.

5 **Sec. 5.** As used in this chapter, "district plan" means a proposal
6 for a district that contains the information described in section 9(c)
7 of this chapter.

8 **Sec. 6.** As used in this chapter, "improvements" means the
9 acquisition, construction, installation, or maintenance of any
10 tangible property in the district with an estimated useful life of five
11 (5) years or more.

12 **Sec. 7.** As used in this chapter, "legislative body" has the
13 meaning set forth in IC 36-1-2-9.

14 **Sec. 8.** As used in this chapter, "owner" refers to any person
15 recognized by the unit as the owner of a business within the
16 district, without regard to whether the person is the owner of the
17 real property on which the business is located.

18 **Sec. 9. (a)** A person that intends to file a petition for the
19 establishment of a district under this section must first provide
20 written notice to the clerk (as defined in IC 36-1-2-4) in the case of
21 a municipality, or the county auditor in the case of a county, of the
22 person's intent before initiating the petition process.

23 **(b)** A petition for the establishment of a district may be filed
24 with the clerk of the municipality or the county auditor not later
25 than one hundred twenty (120) days after the date on which the
26 notice of intent for the petition is filed with the clerk of the
27 municipality or the county auditor under subsection (a). The
28 petition shall include the name and legal status of the filing party
29 and the district plan.

30 **(c)** The district plan shall include at least the following:

31 **(1)** The name of the proposed district.

32 **(2)** Subject to section 9.5 of this chapter, a map of the
33 proposed district, including a description of the boundaries of
34 the district in a manner sufficient to identify the businesses
35 included.

36 **(3)** The proposed source or sources of financing, including:

37 **(A)** the proposed method and basis of levying the special
38 assessment in sufficient detail to allow each owner to
39 calculate the amount of the special assessment that may be
40 levied against the owner's business; and

41 **(B)** whether the district may issue bonds to finance
42 improvements.



- 1 **(4) A list of the businesses to be assessed and a statement of**
- 2 **the manner in which the expenses of a district using a method**
- 3 **allowed under section 11 of this chapter will be imposed upon**
- 4 **a benefited business in proportion to the benefit received by**
- 5 **the business, including costs for operation and maintenance.**
- 6 **(5) For purposes of imposing the special assessment and**
- 7 **determining the benefits of the district's activities and**
- 8 **improvements, a classification of the types of businesses**
- 9 **within the proposed district. The classification may include**
- 10 **the following variations in the assessment formula:**
- 11 **(A) Square footage of the business.**
- 12 **(B) Number of employees.**
- 13 **(C) Geography.**
- 14 **(D) Gross sales.**
- 15 **(E) Other similar factors that reasonably relate to the**
- 16 **benefit received.**
- 17 **(6) An estimate of the amount of revenue needed to**
- 18 **accomplish or pay for the district's proposed activities and**
- 19 **improvements.**
- 20 **(7) Subject to section 9.5 of this chapter, a statement**
- 21 **identifying the district management association, including the**
- 22 **district management association's board of directors and**
- 23 **governance structure and any proposed rules or regulations**
- 24 **that may be applicable to the district.**
- 25 **(8) A statement indicating where a complete copy of the**
- 26 **district plan, whether in hard copy or electronic form, may be**
- 27 **obtained or accessed.**
- 28 **(9) Any other item or matter required to be incorporated in**
- 29 **the district plan by the unit's legislative body. The legislative**
- 30 **body may require in the district plan that the boundaries of**
- 31 **the district be drawn to:**
- 32 **(A) exclude businesses; or**
- 33 **(B) prevent overlap of the district with another district or**
- 34 **area in which a special assessment is imposed.**
- 35 **Sec. 9.5. Owners of the following property may not be included**
- 36 **within the territory of a district and the owners of such property**
- 37 **shall not be considered in determining whether the petition**
- 38 **signature requirements under section 13 of this chapter are met:**
- 39 **(1) Any property that receives a homestead standard**
- 40 **deduction under IC 6-1.1-12-37.**
- 41 **(2) Any property that is used for single family residential**
- 42 **housing.**



- 1 (3) Any property that is used for multi-unit residential
2 housing.
- 3 In addition, the property described in this section shall not be
4 subject to a special assessment under this chapter.
- 5 Sec. 10. Subject to section 9.5 of this chapter, the territory of a
6 tourism improvement district:
- 7 (1) in the case of a municipality, may include only territory
8 within the municipality; or
- 9 (2) in the case of a county, may include only territory of the
10 county that is not within any municipality in the county.
- 11 Sec. 11. (a) A special assessment on businesses located within the
12 district shall be levied on the basis of the estimated benefit to the
13 businesses within the district. The unit's legislative body may use
14 the classification of the types of businesses described in section
15 9(c)(5) of this chapter in determining the benefit to a business
16 provided by the district.
- 17 (b) The special assessment that may be levied on businesses
18 located within the district may take any form that confers benefits
19 to the assessed business and may include any combination of the
20 following methods:
- 21 (1) A percentage rate per transaction at a business within the
22 district.
- 23 (2) A fixed rate per transaction per day at a business within
24 the district.
- 25 (3) A percentage of gross sales at a business within the
26 district.
- 27 (c) The special assessment may be levied on different types of
28 businesses located within the district and is not required to be
29 levied on the same basis or at the same rate.
- 30 Sec. 12. (a) After receipt of a petition under section 9 of this
31 chapter, the clerk of the municipality or the county auditor shall,
32 in the manner provided by IC 5-3-1, publish notice of a hearing on
33 the proposed district. The clerk of the municipality or the county
34 auditor shall mail a copy of the notice to each owner within the
35 proposed district. The notice must include the boundaries of the
36 proposed district, a description of the proposed activities and
37 improvements, the proposed formula for determining the
38 percentage of the total benefit to be received by each business, the
39 method of determining the benefit received by each business, and
40 the hearing date. The date of the hearing may not be more than
41 sixty (60) days after the date on which the notice is mailed.
- 42 (b) At the public hearing under subsection (a), the legislative



1 body shall hear all owners in the proposed district (who appear
2 and request to be heard) upon the questions of:

- 3 (1) the sufficiency of the notice;
4 (2) whether the proposed activities and improvements are of
5 public utility and benefit;
6 (3) whether the formula or method to be used for the
7 assessment of special benefits is appropriate;
8 (4) whether the district contains all, or more or less than all,
9 of the territory specially benefited by the activities and
10 improvements; and
11 (5) whether each individual business owner:
12 (A) that did not sign to approve the petition; and
13 (B) would be subject to the assessment of the district that
14 has otherwise reached the approval threshold;
15 wishes to make a request for exclusion from the district, to be
16 approved or denied by the legislative body before the final
17 passage of the ordinance establishing the district.

18 Sec. 13. (a) After conducting a hearing on the proposed district,
19 the legislative body may adopt an ordinance establishing the
20 district if it determines that:

- 21 (1) the petition meets the requirements of this section and
22 sections 9 through 11 of this chapter;
23 (2) the activities and improvements to be undertaken in the
24 district will provide special benefits to businesses in the
25 district and will be of public utility and benefit;
26 (3) the benefits provided by the activities and improvements
27 will be new benefits that do not replace benefits existing
28 before the establishment of the district; and
29 (4) the formula or method to be used for the assessment of
30 special benefits is appropriate.

31 (b) The legislative body may adopt the ordinance only if it
32 determines that the petition has been signed by:

- 33 (1) at least sixty-seven percent (67%) of the owners of
34 businesses within the proposed district; and
35 (2) the owners of businesses within the proposed district that
36 constitute more than fifty percent (50%) of the revenue to be
37 collected from the special assessments.

38 (c) The ordinance shall:

- 39 (1) incorporate the information set forth in the district plan;
40 (2) specify the time and manner in which special assessments
41 levied under this chapter are to be collected and paid to the
42 unit's fiscal officer for deposit in the tourism improvement



1 fund established under section 14 of this chapter; and
2 (3) include any other content that the legislative body
3 determines is reasonable as it relates to the operation of the
4 district.
5 For purposes of subdivision (2), the collection of special
6 assessments under this chapter may occur at the same time and in
7 the same manner as for an innkeeper's tax under IC 6-9, including
8 the application of any enforcement mechanisms and interest and
9 penalty attributable to innkeeper's taxes under IC 6-9-29.
10 (d) The adoption of an ordinance establishing a district does not
11 affect and may not be construed to authorize any decrease in the
12 level of publicly funded tourism promotion services that existed
13 before the district's establishment.
14 Sec. 14. (a) The unit's fiscal officer shall establish a special fund,
15 known as the tourism improvement fund, and shall deposit in the
16 tourism improvement fund all special assessments received under
17 this chapter and any other amounts received by the fiscal officer.
18 (b) The unit's fiscal officer may transfer money in the tourism
19 improvement fund to the district management association to be
20 used only for the purposes specified in the ordinance establishing
21 the district. Any bonds issued under this chapter are payable solely
22 from special assessments deposited in the tourism improvement
23 fund and other revenues of the district.
24 (c) Any money earned from investment of money in the tourism
25 improvement fund becomes a part of the tourism improvement
26 fund.
27 Sec. 15. (a) The unit shall contract with the district management
28 association designated in the district plan to administer and
29 implement the district's activities and improvements.
30 (b) The district management association may be either an
31 existing nonprofit corporation or a newly formed nonprofit
32 corporation. If the district management association is a new
33 nonprofit corporation created to manage the district, the certificate
34 of incorporation or bylaws of the district management association
35 shall provide for voting representation of owners within the
36 district. If the district management association is an existing
37 nonprofit corporation, the existing nonprofit corporation may
38 create a committee of district owners or owners' representatives.
39 (c) The district management association may make
40 recommendations to the unit's legislative body with respect to any
41 matter involving or relating to the district.
42 (d) The unit's legislative body, for any consideration that it



1 considers appropriate, may license or grant to the district
 2 management association the right to undertake or permit
 3 commercial activities or other private uses of the streets or other
 4 parts of the district in which the unit has any real property
 5 interest.

6 **Sec. 16. (a) A district may issue bonds to provide improvements.**
 7 **The term of any bonds issued may not exceed ten (10) years. If a**
 8 **district is renewed under section 17 of this chapter, the term of any**
 9 **bonds issued may not exceed ten (10) years from the date of**
 10 **renewal.**

11 **(b) Bonds issued under this chapter do not constitute an**
 12 **indebtedness of the unit within the meaning of a constitutional or**
 13 **statutory debt limitation.**

14 **Sec. 17. (a) The initial term for a district shall be at least three**
 15 **(3) years and not more than ten (10) years.**

16 **(b) A district may be renewed for one (1) additional period of**
 17 **not more than ten (10) years by following the procedures for the**
 18 **initial establishment of a district as set forth in sections 9 through**
 19 **13 of this chapter.**

20 **(c) If a district is renewed, any remaining revenues derived from**
 21 **the levy of a special assessment, or any revenues derived from the**
 22 **sale of assets acquired with the revenues, shall be transferred to the**
 23 **renewed district. The following apply to the transfer of any**
 24 **remaining revenues of a renewed district:**

25 **(1) If the renewed district includes a business not included in**
 26 **the prior district, the remaining revenues shall be spent to**
 27 **benefit only the business in the prior district.**

28 **(2) If the renewed district does not include a business included**
 29 **in the prior district, the remaining revenues attributable to**
 30 **the parcel shall be refunded to the owners of the business by**
 31 **applying the method the district used under section 11 of this**
 32 **chapter to calculate the special assessment before the renewal.**

33 **(d) The boundaries, special assessments, improvements, or**
 34 **activities of a renewed district are not required to be the same as**
 35 **the original or prior district.**

36 **Sec. 18. An ordinance adopted under section 13 of this chapter**
 37 **may be amended if notice of the proposed amendment is published**
 38 **and mailed in the manner provided by section 12 of this chapter.**
 39 **However, if an amendment proposes to:**

40 **(1) levy a new or increased special assessment;**

41 **(2) change the district's boundaries; or**

42 **(3) issue a new bond;**



1 the unit's legislative body shall require compliance with the
 2 procedures set forth in sections 9 through 13 of this chapter before
 3 amending the ordinance.

4 **Sec. 19. (a)** During the operation of the district, there shall be a
 5 thirty (30) day period, beginning one (1) year after the date of the
 6 district's establishment and in each year thereafter, in which the
 7 owners may request dissolution of the district in accordance with
 8 this section.

9 (b) After a public hearing before the unit's legislative body, the
 10 legislative body may dissolve a district by ordinance in either of the
 11 following circumstances:

12 (1) If the legislative body finds there has been
 13 misappropriation of funds, malfeasance, or a violation of law
 14 in connection with the management of the district.

15 (2) At any time during the annual thirty (30) day period
 16 described in subsection (a).

17 (c) Upon the written petitions of the owners or authorized
 18 representatives of businesses in the district that pay fifty percent
 19 (50%) or more of the special assessments levied, the unit's
 20 legislative body shall pass a resolution of intention to dissolve the
 21 district.

22 (d) The unit's legislative body shall first adopt a resolution of
 23 intention to dissolve the district before the public hearing to
 24 dissolve a district under this section. The resolution of intention
 25 must include each of the following items:

26 (1) The reason for the dissolution.

27 (2) The time and place of the public hearing.

28 (3) A proposal to dispose of any assets acquired with the
 29 revenues of the special assessments levied within the district.

30 The notice of the hearing on the resolution of intent to dissolve the
 31 district shall be published in the manner provided by IC 5-3-1 and
 32 must also be given by mail to the owner of each business subject to
 33 a special assessment in the district. The legislative body shall
 34 conduct the public hearing on the resolution of intention to dissolve
 35 the district not later than thirty (30) days after the date the notice
 36 is mailed to the assessed owners.

37 (e) The public hearing to dissolve the district shall be held not
 38 more than sixty (60) days after the date of the adoption of the
 39 resolution of intention.

40 (f) A dissolution of a district under this section has the effect of
 41 repealing the ordinance adopted under section 13 of this chapter
 42 that established the district.



1 **Sec. 20. (a) The district management association shall submit an**
2 **annual report to the legislative body and the fiscal body before**
3 **January 1 of each year, beginning in the year after the first year of**
4 **the district's establishment.**

- 5 **(b) The report shall contain the following information:**
- 6 **(1) The use of revenue collected from special assessments**
- 7 **levied under this chapter for that year.**
- 8 **(2) The activities and improvements to be provided for the**
- 9 **ensuing year and an estimate of the cost of providing the**
- 10 **activities and improvements for the ensuing year.**
- 11 **(3) The estimated amount of any surplus or deficit revenues**
- 12 **to be carried over from the prior year.**

13 **Sec. 21. (a) Upon the dissolution or expiration without renewal**
14 **of a district, any remaining revenues, after all outstanding debts**
15 **are paid, derived from the:**

- 16 **(1) levy of special assessments; or**
- 17 **(2) sale of assets acquired with the revenues of the district or**
- 18 **from bond reserve funds or construction funds;**

19 **shall be refunded to the owners located within the district on or**
20 **before the date of the district's dissolution or expiration without**
21 **renewal.**

22 **(b) The amount of the refund provided under subsection (a) to**
23 **an owner shall be determined by applying the method the district**
24 **used under section 11 of this chapter to calculate the special**
25 **assessment in the year:**

- 26 **(1) in which the district was dissolved or allowed to expire**
- 27 **without renewal; or**
- 28 **(2) before the district was dissolved or allowed to expire**
- 29 **without renewal if a special assessment had not been levied.**

30 **However, in lieu of providing a refund, the unit's legislative body**
31 **may instead elect to spend any remaining revenues on activities**
32 **and improvements specified in the ordinance that established the**
33 **district before its dissolution or expiration without renewal.**

34 **(c) Any liabilities incurred by the district are not an obligation**
35 **of the unit and are payable solely from the collection of special**
36 **assessments deposited in the special fund under section 14 of this**
37 **chapter and other revenues of the district.**

38 **Sec. 22. Notwithstanding any other provision of this chapter,**
39 **special assessments levied to pay the principal and interest on any**
40 **bonds issued under this chapter may not be reduced or terminated**
41 **if doing so would interfere with the timely retirement of the debt.**

42 SECTION 165. IC 36-7.5-2-10.5 IS ADDED TO THE INDIANA



1 CODE AS A NEW SECTION TO READ AS FOLLOWS
 2 [EFFECTIVE FEBRUARY 28, 2026 (RETROACTIVE)]: **Sec. 10.5.**
 3 **(a) All bonds, notes, evidences of indebtedness, leases, or other**
 4 **written obligations issued or executed under this article by or in**
 5 **the name of the:**
 6 **(1) Indiana finance authority;**
 7 **(2) development authority; and**
 8 **(3) city of Gary, the Lake County board of commissioners, or**
 9 **the Lake County convention center authority established by**
 10 **IC 36-7.5-7-9;**
 11 **as authorized or approved by resolution or ordinance adopted by**
 12 **the entity before February 28, 2026, are hereby legalized and**
 13 **declared valid.**
 14 **(b) Any pledge, dedication or designation of revenues,**
 15 **conveyance, or mortgage securing the bonds, notes, evidences of**
 16 **indebtedness, leases, or other written obligations issued or executed**
 17 **under this article by or in the name of the:**
 18 **(1) Indiana finance authority;**
 19 **(2) development authority; and**
 20 **(3) city of Gary, the Lake County board of commissioners, or**
 21 **the Lake County convention center authority established by**
 22 **IC 36-7.5-7-9;**
 23 **as authorized or approved by resolution or ordinance adopted by**
 24 **the entity before February 28, 2026, are hereby legalized and**
 25 **declared valid.**
 26 **(c) Any resolutions adopted, proceedings had, and actions taken**
 27 **under this article by the:**
 28 **(1) Indiana finance authority;**
 29 **(2) development authority; and**
 30 **(3) city of Gary, the Lake County board of commissioners, or**
 31 **the Lake County convention center authority established by**
 32 **IC 36-7.5-7-9;**
 33 **before February 28, 2026, under which the bonds, notes, evidences**
 34 **of indebtedness, leases, or other written obligations were or will be**
 35 **issued or under which the pledge, dedication or designation of**
 36 **revenues, conveyance, or mortgage was or will be granted are**
 37 **hereby legalized and declared valid.**
 38 **(d) An action to contest the validity of any action taken under**
 39 **this article may not be brought after the fifteenth day following the**
 40 **date the resolution of the:**
 41 **(1) Indiana finance authority;**
 42 **(2) development authority; or**



1 **(3) city of Gary, the Lake County board of commissioners, or**
 2 **the Lake County convention center authority established by**
 3 **IC 36-7.5-7-9;**
 4 **is adopted approving the action taken.**

5 **(e) If an action challenging an action taken under this article is**
 6 **not brought within the time prescribed by this section, the lease,**
 7 **contract, bonds, notes, obligations, or other action taken shall be**
 8 **conclusively presumed to be fully authorized and valid under the**
 9 **laws of the state and any person is estopped from further**
 10 **questioning the authorization, validity, execution, delivery, or**
 11 **issuance of the lease, contract, bonds, notes, obligations, or other**
 12 **action.**

13 SECTION 166. IC 36-7.5-4.5-18, AS AMENDED BY
 14 P.L.236-2023, SECTION 194, IS AMENDED TO READ AS
 15 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 18. If a district is
 16 established, the following apply to the administration and use of
 17 incremental property tax revenue by the development authority, or a
 18 redevelopment commission in the case of a district located in a cash
 19 participant county, in the district:

20 (1) **The department of local government finance county auditor**
 21 **shall, on forms prescribed by the department of local**
 22 **government finance, adjust the base assessed value to neutralize**
 23 **any effect of a reassessment and the annual adjustment of the real**
 24 **property in the district in the same manner as provided in**
 25 **IC 36-7-14-39(h). The county auditor shall, in the manner**
 26 **prescribed by the department of local government finance,**
 27 **submit the forms required by this subdivision to the**
 28 **department of local government finance no later than July 15**
 29 **of each year. If the county auditor fails to submit the forms by**
 30 **the deadline under this subdivision, the county auditor shall**
 31 **allocate five percent (5%) of the assessed value in the**
 32 **allocation area that is used to calculate the allocation and**
 33 **distribution of allocated tax proceeds under this section to the**
 34 **respective taxing units. However, if the district notifies the**
 35 **county auditor and the department of local government**
 36 **finance, no later than July 15, that it is unable to meet its debt**
 37 **service obligations with regard to the allocation area without**
 38 **all or part of the allocated tax proceeds attributed to the**
 39 **assessed value that has been allocated to the respective taxing**
 40 **units, then the county auditor may not allocate five percent**
 41 **(5%) of the assessed value in the allocation area that is used**
 42 **to calculate the allocation and distribution of allocated tax**



- 1 **proceeds under this section to the respective taxing units.**
- 2 (2) Proceeds of the property taxes approved by the voters in a
- 3 referendum or local public question shall be allocated to and,
- 4 when collected, paid into the funds of the taxing unit for which
- 5 the referendum or local public question was conducted in the
- 6 same manner as provided in IC 36-7-14-39(b)(3).
- 7 (3) Incremental property tax revenue may be used only for one (1)
- 8 or more of the following purposes for a district:
- 9 (A) To finance the improvement, construction, reconstruction,
- 10 renovation, and acquisition of real and personal property
- 11 improvements within a district.
- 12 (B) To pay the principal of and interest on any obligations that
- 13 are incurred for the purpose of financing or refinancing
- 14 development in the district, including local public
- 15 improvements that are physically located in or physically
- 16 connected to the district.
- 17 (C) To establish, augment, or restore the debt service reserve
- 18 for bonds payable solely or in part from incremental property
- 19 tax revenue from the district.
- 20 (D) To pay premiums on the redemption before maturity of
- 21 bonds payable solely or in part from incremental property tax
- 22 revenue from the district.
- 23 (E) To make payments on leases payable from incremental
- 24 property tax revenue from the district.
- 25 (F) To reimburse a municipality in which a district is located
- 26 for expenditures made by the municipality for local public
- 27 improvements that are physically located in or physically
- 28 connected to the district.
- 29 (G) To reimburse a municipality for rentals paid by the
- 30 municipality for a building or parking facility that is physically
- 31 located in or physically connected to the district under any
- 32 lease entered into under IC 36-1-10.
- 33 (H) To pay expenses incurred by the development authority for
- 34 local public improvements that are in the district or serving the
- 35 district.
- 36 SECTION 167. IC 36-7.5-6-4, AS ADDED BY P.L.195-2023,
- 37 SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 38 UPON PASSAGE]: Sec. 4. (a) The blighted property demolition fund
- 39 is established to provide grants to the city of Gary to demolish qualified
- 40 properties.
- 41 (b) The fund consists of:
- 42 (1) appropriations from the general assembly;



- 1 (2) available federal funds;
- 2 (3) transfers of money under ~~IC 4-33-13-2.5(b)(1);~~
- 3 **IC 4-33-13-5(a)(3)(B);**
- 4 (4) deposits required under section 5(a) and 5(b) of this chapter;
- 5 and
- 6 (5) gifts, grants, donations, or other contributions from any other
- 7 public or private source.
- 8 (c) The development authority shall administer the fund.
- 9 (d) The treasurer of state shall invest the money in the fund not
- 10 currently needed to meet the obligations of the fund in the same
- 11 manner as other public funds may be invested.
- 12 (e) The money remaining in the fund at the end of a state fiscal year
- 13 does not revert to the state general fund.
- 14 (f) Money in the fund is continuously appropriated for the purposes
- 15 of this chapter.
- 16 SECTION 168. IC 36-7.5-7-5, AS ADDED BY P.L.195-2023,
- 17 SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 18 UPON PASSAGE]: Sec. 5. (a) The Lake County economic
- 19 development and convention fund is established. The fund shall be
- 20 administered by the development authority.
- 21 (b) The convention fund consists of:
- 22 (1) deposits under ~~IC 4-33-13-2.5(b)(2);~~ **IC 4-33-13-5(a)(2)(C)**
- 23 **and IC 4-33-13-5(a)(3)(A);**
- 24 (2) deposits under subsection (c);
- 25 (3) appropriations to the fund;
- 26 (4) gifts, grants, loans, bond proceeds, and other money received
- 27 for deposit in the fund; and
- 28 (5) other deposits or transfers of funds from local units located in
- 29 Lake County.
- 30 (c) If a proposal is approved as provided under this chapter, each
- 31 state fiscal year, beginning with the first state fiscal year that begins
- 32 after the proposal is approved, the approved entity shall deposit up to
- 33 five million dollars (\$5,000,000) in the convention fund. **The**
- 34 **obligation of the city of Gary, as the approved entity, for each state**
- 35 **fiscal year under this subsection is satisfied by the distributions**
- 36 **made by the state comptroller on behalf of the city of Gary under**
- 37 **IC 4-33-13-5(a)(2)(C). However, if the total amount distributed**
- 38 **under IC 4-33-13-5(a)(2)(C) on behalf of the city of Gary with**
- 39 **respect to a particular state fiscal year is less than the amount**
- 40 **required by this subsection, the fiscal officer of the city of Gary**
- 41 **shall transfer the amount of the shortfall to the convention fund**
- 42 **from any source of revenue available to the city of Gary other than**



1 **property taxes. The state comptroller shall certify the amount of**
 2 **any shortfall to the fiscal officer of the city of Gary after making**
 3 **the distribution required by IC 4-33-13-5(a)(2)(C) on behalf of the**
 4 **city of Gary with respect to a particular state fiscal year.**

5 (d) The development authority shall administer money, including
 6 determining amounts to be used and the specific purposes, from the
 7 convention fund.

8 (e) Except as provided in section 8(d) of this chapter, the money
 9 remaining in the convention fund at the end of a state fiscal year does
 10 not revert to the state general fund.

11 (f) Money in the convention fund is continuously appropriated for
 12 the purposes of this chapter.

13 (g) Subject to budget committee review, but except as provided in
 14 subsection (i), the development authority may receive reimbursement
 15 for expenses incurred and a reasonable and customary amount for
 16 providing administrative services from money in the convention fund.

17 (h) The development authority shall quarterly report to the budget
 18 committee on all uses of money in the convention fund and the status
 19 of the convention and event center project.

20 (i) The development authority shall conduct an updated feasibility
 21 study related to a potential convention and event center located in Lake
 22 County. The development authority shall be reimbursed for the costs
 23 of obtaining the updated feasibility study from money in the fund.
 24 Budget committee review is not required for reimbursement under this
 25 subsection.

26 SECTION 169. IC 36-7.5-7-9, AS ADDED BY P.L.195-2023,
 27 SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 28 UPON PASSAGE]: Sec. 9. (a) If a proposal is approved under section
 29 8 of this chapter, following the approval of the proposal, **and when the**
 30 **construction of the convention and event center is substantially**
 31 **completed so that the convention and event center can be used for**
 32 **its intended purpose**, the Lake County convention center authority is
 33 established for the purpose of holding an equal share of ownership of
 34 the Lake County convention and event center with the entity whose
 35 proposal is approved and for providing general oversight of the upkeep,
 36 improvements, and management team as outlined in the accepted
 37 proposal. Subject to subsection (e), the convention center authority
 38 consists of seven (7) members, appointed as follows:

39 (1) Three (3) members appointed by the entity whose proposal is
 40 approved under section 8 of this chapter.

41 (2) Three (3) members appointed by the Lake County board of
 42 commissioners.



- 1 (3) One (1) member appointed by the governor.
 2 Individuals appointed to the convention center authority must be
 3 **Indiana residents and** have professional experience in commercial
 4 facility management. **An appointing authority may not appoint an**
 5 **attorney in active standing as a member of the authority.**
 6 (b) The term of office for a member of the board is two (2) years.
 7 The term begins July 1 of the year in which the member is appointed
 8 and ends on June 30 of the second year following the member's
 9 appointment. A member may be reappointed after the member's term
 10 has expired.
 11 (c) A vacancy in membership must be filled in the same manner as
 12 the original appointment. Appointments made to fill a vacancy that
 13 occurs before the expiration of a term are for the remainder of the
 14 unexpired term.
 15 (d) The member appointed under subsection (a)(3) shall serve as the
 16 chairperson of the convention center authority. The convention center
 17 authority shall meet at the call of the chairperson.
 18 (e) An individual may not be appointed to the convention center
 19 authority if the individual is a party to a contract or agreement with the
 20 entity whose proposal is approved, is employed by the entity whose
 21 proposal is approved, or otherwise has a direct or indirect financial
 22 interest in the entity whose proposal is approved under this chapter.
 23 SECTION 170. IC 36-7.5-7-10, AS ADDED BY P.L.195-2023,
 24 SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 25 UPON PASSAGE]: Sec. 10. (a) A local county fund known as the Lake
 26 County convention and event center reserve fund is established to pay
 27 for:
 28 (1) additions;
 29 (2) refurbishment; and
 30 (3) budget shortfalls or other unusual costs;
 31 of a convention and event center that is constructed using money from
 32 the convention fund under this chapter.
 33 (b) The reserve fund consists of:
 34 (1) transfers under IC 6-9-2-1.5(c); and
 35 (2) gifts, grants, donations, or other contributions from any other
 36 public or private source.
 37 (c) **The Lake County commissioners shall administer the reserve**
 38 **fund until the convention center authority is established.**
 39 **Thereafter,** the convention center authority shall administer the
 40 reserve fund.
 41 SECTION 171. IC 36-7.5-8-3, AS ADDED BY P.L.195-2023,
 42 SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE



1 UPON PASSAGE]: Sec. 3. (a) The Gary Metro Center station
 2 revitalization fund is established to provide funding for the Gary Metro
 3 Center station revitalization project.

4 (b) The fund consists of:
 5 (1) appropriations from the general assembly;
 6 (2) available federal funds;
 7 (3) transfers of money under ~~IC 4-33-13-2.5(b)(3);~~
 8 **IC 4-33-13-5(a)(3)(C);**
 9 (4) deposits required under section 4 of this chapter; and
 10 (5) gifts, grants, donations, or other contributions from any other
 11 public or private source.

12 (c) The development authority shall administer the fund.

13 (d) The money remaining in the fund at the end of a state fiscal year
 14 does not revert to the state general fund.

15 (e) Money in the fund is continuously appropriated for the purposes
 16 of this chapter.

17 (f) Subject to budget committee review, the development authority
 18 may receive reimbursement for expenses incurred and a reasonable and
 19 customary amount for providing administrative services from money
 20 in the fund.

21 SECTION 172. IC 36-8-11-12, AS AMENDED BY P.L.236-2023,
 22 SECTION 197, IS AMENDED TO READ AS FOLLOWS
 23 [EFFECTIVE JULY 1, 2026]: Sec. 12. (a) This section does not apply
 24 to the appointment of a governing board under section 12.5 of this
 25 chapter.

26 (b) Within thirty (30) days after the ordinance or resolution
 27 establishing the district becomes final, the county legislative body shall
 28 appoint a board of fire trustees. The trustees must be qualified by
 29 knowledge and experience in matters pertaining to fire protection and
 30 related activities in the district. A person who:

- 31 (1) is a party to a contract with the district; ~~or~~
- 32 (2) is a member, an employee, a director, or a shareholder of any
 33 corporation or association that has a contract with the district; ~~or~~
- 34 **(3) does not reside in the district;**

35 may not be appointed or serve as a trustee. The legislative body shall
 36 appoint one (1) trustee from each township or part of a township
 37 contained in the district and one (1) trustee from each municipality
 38 contained in the district. If the number of trustees selected by this
 39 method is an even number, the legislative body shall appoint one (1)
 40 additional trustee so that the number of trustees is always an odd
 41 number. If the requirements of this section do not provide at least three
 42 (3) trustees, the legislative body shall make additional appointments so



- 1 that there is a minimum of three (3) trustees.
- 2 (c) The original trustees shall be appointed as follows:
- 3 (1) One (1) for a term of one (1) year.
- 4 (2) One (1) for a term of two (2) years.
- 5 (3) One (1) for a term of three (3) years.
- 6 (4) All others for a term of four (4) years.
- 7 The terms expire on the first Monday of January of the year their
- 8 appointments expire. As the terms expire, each new appointment is for
- 9 a term of four (4) years.
- 10 (d) If a vacancy occurs on the board, the county legislative body
- 11 shall appoint a trustee with the qualifications specified in subsection
- 12 (b) for the unexpired term.
- 13 **(e) On December 31, 2026, the term of any person serving as a**
- 14 **trustee who does not reside in the district for which the person**
- 15 **serves as a trustee is terminated. The county legislative body shall**
- 16 **make new appointments as soon as possible after December 31,**
- 17 **2026, to serve for the remainder of the unexpired term.**
- 18 SECTION 173. IC 36-8-19-7.5, AS AMENDED BY P.L.68-2025,
- 19 SECTION 241, IS AMENDED TO READ AS FOLLOWS
- 20 [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)]: Sec. 7.5. (a)
- 21 This section applies to:
- 22 (1) local income tax distributions; and
- 23 (2) excise tax distributions;
- 24 made after December 31, 2009.
- 25 (b) Except as provided in subsection (c), for purposes of allocating
- 26 local income tax distributions that are based on a taxing unit's
- 27 allocation amount before January 1, ~~2028~~, **2029**, or that an adopting
- 28 body allocates under IC 6-3.6-6 to economic development before
- 29 January 1, ~~2028~~, **2029**, or excise tax distributions that are distributed
- 30 based on the amount of a taxing unit's property tax levies, each
- 31 participating unit in a territory is considered to have imposed a part of
- 32 the property tax levy imposed for the territory. The part of the property
- 33 tax levy imposed for the territory for a particular year that shall be
- 34 attributed to a participating unit is equal to the amount determined in
- 35 the following STEPS:
- 36 STEP ONE: Determine the total amount of all property taxes
- 37 imposed by the participating unit in the year before the year in
- 38 which a property tax levy was first imposed for the territory.
- 39 STEP TWO: Determine the sum of the STEP ONE amounts for
- 40 all participating units.
- 41 STEP THREE: Divide the STEP ONE result by the STEP TWO
- 42 result.



- 1 STEP FOUR: Multiply the STEP THREE result by the property
2 tax levy imposed for the territory for the particular year.
- 3 (c) This subsection applies to a determination under subsection (b)
4 made in calendar years 2018, 2019, and 2020. The department of local
5 government finance may, for distributions made in calendar year 2022,
6 adjust the allocation amount determined under subsection (b) to correct
7 for any clerical or mathematical errors made in any determination for
8 calendar year 2018, 2019, or 2020, as applicable, including the
9 allocation amount for any taxing unit whose distribution was affected
10 by the clerical or mathematical error in those years. The department of
11 local government finance may apply the adjustment to the allocation
12 amount for a taxing unit over a period not to exceed ten (10) years in
13 order to offset the effect of the adjustment on the distribution.
- 14 (d) This subsection applies to a territory established by an ordinance
15 or a resolution adopted under this chapter after December 31, 2024.
16 Before additional revenue from a local income tax rate may be
17 allocated to the provider unit of a new territory due to an increased
18 property tax levy resulting from the establishment of the territory, the
19 county fiscal body must adopt an ordinance or resolution approving the
20 allocation.
- 21 SECTION 174. IC 36-8-19-8.5, AS AMENDED BY P.L.255-2017,
22 SECTION 47, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
23 JULY 1, 2026]: Sec. 8.5. (a) Participating units may agree to establish
24 an equipment replacement fund under this section to be used to
25 purchase fire protection equipment, including housing, that will be
26 used to serve the entire territory. To establish the fund, the legislative
27 bodies of each participating unit must adopt an ordinance (in the case
28 of a county or municipality) or a resolution (in the case of a township
29 or fire protection district), and the following requirements must be met:
- 30 (1) The ordinance or resolution is identical to the ordinances and
31 resolutions adopted by the other participating units under this
32 section.
- 33 (2) Before adopting the ordinance or resolution, each participating
34 unit must comply with the notice and hearing requirements of
35 IC 6-1.1-41-3.
- 36 (3) The ordinance or resolution authorizes the provider unit to
37 establish the fund.
- 38 (4) The ordinance or resolution includes at least the following:
- 39 (A) The name of each participating unit and the provider unit.
- 40 (B) An agreement to impose a uniform tax rate upon all of the
41 taxable property within the territory for the equipment
42 replacement fund.



- 1 (C) The contents of the agreement to establish the fund.
 2 An ordinance or a resolution adopted under this section takes effect as
 3 provided in IC 6-1.1-41.
- 4 (b) If a fund is established, the participating units may agree to:
 5 (1) impose a property tax to provide for the accumulation of
 6 money in the fund to purchase fire protection equipment;
 7 (2) incur debt to purchase fire protection equipment and impose
 8 a property tax to retire the loan; or
 9 (3) transfer an amount from the fire protection territory fund to
 10 the fire equipment replacement fund not to exceed five percent
 11 (5%) of the levy for the fire protection territory fund for that year;
 12 or any combination of these options.
- 13 (c) The property tax rate for the levy imposed under this section **is**
 14 **considered part of the maximum permissible ad valorem property**
 15 **tax levy and** may not exceed three and thirty-three hundredths cents
 16 (\$0.0333) per one hundred dollars (\$100) of assessed value. Before
 17 debt may be incurred, the fiscal body of a participating unit must adopt
 18 an ordinance (in the case of a county or municipality) or a resolution
 19 (in the case of a township or fire protection district) that specifies the
 20 amount and purpose of the debt. The ordinance or resolution must be
 21 identical to the other ordinances and resolutions adopted by the
 22 participating units. Except as provided in subsection (d), if debt is to be
 23 incurred for the purposes of a fund, the provider unit shall negotiate for
 24 and hold the debt on behalf of the territory. However, the participating
 25 units and the provider unit of the territory are jointly liable for any debt
 26 incurred by the provider unit for the purposes of the fund. The most
 27 recent adjusted value of taxable property for the entire territory must be
 28 used to determine the debt limit under IC 36-1-15-6. A provider unit
 29 shall comply with all general statutes and rules relating to the
 30 incurrence of debt under this subsection.
- 31 (d) A participating unit of a territory may, to the extent allowed by
 32 law, incur debt in the participating unit's own name to acquire fire
 33 protection equipment or other property that is to be owned by the
 34 participating unit. A participating unit that acquires fire protection
 35 equipment or other property under this subsection may afterward enter
 36 into an interlocal agreement under IC 36-1-7 with the provider unit to
 37 furnish the fire protection equipment or other property to the provider
 38 unit for the provider unit's use or benefit in accomplishing the purposes
 39 of the territory. A participating unit shall comply with all general
 40 statutes and rules relating to the incurrence of debt under this
 41 subsection.
- 42 (e) Money in the fund may be used by the provider unit only for



1 those purposes set forth in the agreement among the participating units
2 that permits the establishment of the fund.

3 (f) The requirements and procedures specified in IC 6-1.1-41
4 concerning the establishment or reestablishment of a cumulative fund,
5 the imposing of a property tax for a cumulative fund, and the increasing
6 of a property tax rate for a cumulative fund apply to:

7 (1) the establishment or reestablishment of a fund under this
8 section;

9 (2) the imposing of a property tax for a fund under this section;
10 and

11 (3) the increasing of a property tax rate for a fund under this
12 section.

13 (g) Notwithstanding IC 6-1.1-18-12, if a fund established under this
14 section is reestablished in the manner provided in IC 6-1.1-41, the
15 property tax rate imposed for the fund in the first year after the fund is
16 reestablished may not exceed three and thirty-three hundredths cents
17 (\$0.0333) per one hundred dollars (\$100) of assessed value.

18 SECTION 175. IC 36-9-37-14 IS AMENDED TO READ AS
19 FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]:
20 Sec. 14. (a) **With respect to a property owner who has secured the**
21 **right to pay the property owner's assessments in deferred installments**
22 **by the filing of a waiver, ~~may~~, the municipal works board shall**
23 **establish a policy to permit an owner of real property in the**
24 **municipality to prepay the property owner's assessment in full by**
25 **either of the following methods:**

26 (1) At any time after the expiration of the first year after the filing,
27 pay the entire balance of the assessment and be relieved of the
28 lien on the property owner's property. A property owner may not
29 pay the property owner's entire balance under this subsection
30 unless at the same time the property owner pays all interest due
31 at the next interest paying period.

32 (2) **At any time, including within the year of the filing, pay the**
33 **entire balance of the assessment and be relieved of the lien on**
34 **the property owner's property. A property owner may not**
35 **pay the property owner's entire balance under this subsection**
36 **unless at the same time the property owner pays all interest**
37 **due at the next interest paying period.**

38 (b) If a person who exercises the right to prepay the person's
39 assessment fully pays the assessment and interest, all interest and
40 liability as to the assessed property ceases.

41 SECTION 176. [EFFECTIVE JANUARY 1, 2024
42 (RETROACTIVE)] (a) **This SECTION applies notwithstanding**



1 IC 6-1.1-10, IC 6-1.1-11, or any other law or administrative rule or
2 provision.

3 (b) This SECTION applies to assessment dates after December
4 31, 2023, and before January 1, 2026.

5 (c) As used in this SECTION, "eligible property" means any
6 real property:

7 (1) that is owned, occupied, and used by a taxpayer that:

8 (A) is exempt from federal income taxation under Section
9 501(c)(3) of the Internal Revenue Code; and

10 (B) has a mission focused on preserving Indiana
11 landmarks;

12 (2) that is used for one (1) or more of the purposes described
13 in IC 6-1.1-10-16;

14 (3) that is a parcel that:

15 (A) was transferred to the taxpayer before January 1,
16 2024; and

17 (B) is located in Vanderburgh County;

18 (4) on which property taxes were imposed for the 2024 and
19 2025 assessment dates; and

20 (5) that would have been eligible for an exemption under
21 IC 6-1.1-10-16 for the 2024 and 2025 assessment dates if an
22 exemption application had been properly and timely filed
23 under IC 6-1.1 for the property.

24 (d) Before September 1, 2026, the owner of eligible property
25 may file a property tax exemption application and supporting
26 documents claiming a property tax exemption under this
27 SECTION for the eligible property for the 2024 and 2025
28 assessment dates.

29 (e) A property tax exemption application filed as provided in
30 subsection (d) is considered to have been properly and timely filed
31 for each assessment date.

32 (f) The following apply if the owner of eligible property files a
33 property tax exemption application as provided in subsection (d):

34 (1) The property tax exemption for the eligible property shall
35 be allowed and granted for the applicable assessment date by
36 the county assessor and county auditor of the county in which
37 the eligible property is located.

38 (2) The owner of the eligible property is not required to pay
39 any property taxes, penalties, or interest with respect to the
40 eligible property for the applicable assessment date.

41 (g) The exemption allowed by this SECTION shall be applied
42 without the need for any further ruling or action by the county



1 assessor, the county auditor, or the county property tax assessment
 2 board of appeals of the county in which the eligible property is
 3 located or by the Indiana board of tax review.

4 (h) To the extent the owner of the eligible property has paid any
 5 property taxes, penalties, or interest with respect to the eligible
 6 property for an applicable date and to the extent that the eligible
 7 property is exempt from taxation as provided in this SECTION,
 8 the owner of the eligible property is entitled to a refund of the
 9 amounts paid. The owner is not entitled to any interest on the
 10 refund under IC 6-1.1 or any other law to the extent interest has
 11 not been paid by or on behalf of the owner. Notwithstanding the
 12 filing deadlines for a claim under IC 6-1.1-26, any claim for a
 13 refund filed by the owner of eligible property under this SECTION
 14 before September 1, 2026, is considered timely filed. The county
 15 auditor shall pay the refund due under this SECTION in one (1)
 16 installment.

17 (i) This SECTION expires June 30, 2027.

18 SECTION 177. [EFFECTIVE JANUARY 1, 2026
 19 (RETROACTIVE)] (a) IC 6-1.1-10.2, as added by this act, applies to
 20 assessment dates occurring after December 31, 2025, for property
 21 taxes first due and payable in 2027.

22 (b) This SECTION expires July 1, 2030.

23 SECTION 178. [EFFECTIVE JANUARY 1, 2026
 24 (RETROACTIVE)] (a) The amendments made by this act to:

25 (1) IC 6-1.1-12.6-2;

26 (2) IC 6-1.1-12.6-4;

27 (3) IC 6-1.1-12.6-8;

28 (4) IC 6-1.1-12.8-3;

29 (5) IC 6-1.1-12.8-4;

30 (6) IC 6-1.1-12.8-9; and

31 (7) IC 6-1.1-12.8-10;

32 apply to assessment dates occurring after December 31, 2025.

33 (b) This SECTION expires January 1, 2028.

34 SECTION 179. [EFFECTIVE UPON PASSAGE] (a) IC 6-3.6-6-3
 35 was amended by P.L.137-2024, SECTION 9, effective July 1, 2024,
 36 until July 1, 2027, and by P.L.68-2025, SECTION 124, effective
 37 July 1, 2027, and the effective date of the amendment made by
 38 P.L.68-2025, SECTION 124 is delayed by this act until July 1, 2028.
 39 The general assembly recognizes that this act amends, effective
 40 July 1, 2026, the version of IC 6-3.6-6-3 amended by P.L.137-2024,
 41 SECTION 9. The general assembly intends for the version of
 42 IC 6-3.6-6-3:



- 1 (1) as amended effective July 1, 2026, to expire July 1, 2028;
2 and
3 (2) as amended by P.L.68-2025, SECTION 124, to take effect
4 July 1, 2028.
5 **(b) This SECTION expires December 31, 2028.**
6 SECTION 180. [EFFECTIVE JANUARY 1, 2026
7 (RETROACTIVE)] (a) IC 6-3.1-38-4 and IC 6-3.1-38-7, both as
8 amended by this act, and IC 6-3.1-38-4.5, as added by this act,
9 apply to taxable years beginning after December 31, 2025.
10 **(b) This SECTION expires January 1, 2028.**
11 SECTION 181. [EFFECTIVE JANUARY 1, 2026
12 (RETROACTIVE)] (a) IC 6-1.1-51.3-5 and IC 6-1.1-51.3-6, both as
13 added by this act, apply to property taxes imposed for assessment
14 dates after December 31, 2025.
15 **(b) This SECTION expires January 1, 2028.**
16 SECTION 182. [EFFECTIVE JANUARY 1, 2026
17 (RETROACTIVE)] (a) IC 6-1.1-12-14, as amended by this act,
18 applies to property taxes for assessment dates after December 31,
19 2025.
20 **(b) This SECTION expires January 1, 2028.**
21 SECTION 183. [EFFECTIVE UPON PASSAGE] (a)
22 Notwithstanding the effective date of the following sections
23 amended by P.L.68-2025 (SEA 1-2025), the effective date for these
24 sections is July 1, 2028, and not July 1, 2027:
25 (1) IC 5-1-14-14, as amended by P.L.68-2025 (SEA 1-2025),
26 SECTION 2.
27 (2) IC 5-16-9-3, as amended by P.L.68-2025 (SEA 1-2025),
28 SECTION 4.
29 (3) IC 6-1.1-10.3-3, as amended by P.L.68-2025 (SEA 1-2025),
30 SECTION 16 and as amended by this act.
31 (4) IC 6-1.1-10.3-5, as amended by P.L.68-2025 (SEA 1-2025),
32 SECTION 17.
33 (5) IC 6-1.1-10.3-7, as amended by P.L.68-2025 (SEA 1-2025),
34 SECTION 18.
35 (6) IC 6-3-2-27.5, as amended by P.L.68-2025 (SEA 1-2025),
36 SECTION 86.
37 (7) IC 6-3.5-4-1, as amended by P.L.68-2025 (SEA 1-2025),
38 SECTION 87.
39 (8) IC 6-3.5-4-1.1, as amended by P.L.68-2025 (SEA 1-2025),
40 SECTION 88.
41 (9) IC 6-3.5-5-1, as amended by P.L.68-2025 (SEA 1-2025),
42 SECTION 89.



- 1 (10) IC 6-3.5-5-1.1, as amended by P.L.68-2025 (SEA 1-2025),
2 SECTION 90.
- 3 (11) IC 6-3.6-1-1, as amended by P.L.68-2025 (SEA 1-2025),
4 SECTION 91.
- 5 (12) IC 6-3.6-1-1.5, as amended by P.L.68-2025 (SEA 1-2025),
6 SECTION 92 and as amended by this act.
- 7 (13) IC 6-3.6-1-3, as amended by P.L.68-2025 (SEA 1-2025),
8 SECTION 93 and as amended by this act.
- 9 (14) IC 6-3.6-1-4, as amended by P.L.68-2025 (SEA 1-2025),
10 SECTION 94.
- 11 (15) IC 6-3.6-2-5, as amended by P.L.68-2025 (SEA 1-2025),
12 SECTION 97.
- 13 (16) IC 6-3.6-3-1, as amended by P.L.68-2025 (SEA 1-2025),
14 SECTION 102.
- 15 (17) IC 6-3.6-3-3, as amended by P.L.68-2025 (SEA 1-2025),
16 SECTION 103 and as amended by this act.
- 17 (18) IC 6-3.6-3-4, as amended by P.L.68-2025 (SEA 1-2025),
18 SECTION 105 and as amended by this act.
- 19 (19) IC 6-3.6-3-5, as amended by P.L.68-2025 (SEA 1-2025),
20 SECTION 106 and as amended by this act.
- 21 (20) IC 6-3.6-6-2, as amended by P.L.68-2025 (SEA 1-2025),
22 SECTION 118 and as amended by this act.
- 23 (21) IC 6-3.6-6-3, as amended by P.L.68-2025 (SEA 1-2025),
24 SECTION 124.
- 25 (22) IC 6-3.6-6-4, as amended by P.L.68-2025 (SEA 1-2025),
26 SECTION 126 and as amended by this act.
- 27 (23) IC 6-3.6-6-8, as amended by P.L.68-2025 (SEA 1-2025),
28 SECTION 130.
- 29 (24) IC 6-3.6-6-8.5, as amended by P.L.68-2025 (SEA 1-2025),
30 SECTION 131.
- 31 (25) IC 6-3.6-6-9.5, as amended by P.L.68-2025 (SEA 1-2025),
32 SECTION 133.
- 33 (26) IC 6-3.6-6-17, as amended by P.L.68-2025 (SEA 1-2025),
34 SECTION 140.
- 35 (27) IC 6-3.6-6-18, as amended by P.L.68-2025 (SEA 1-2025),
36 SECTION 141.
- 37 (28) IC 6-3.6-6-19, as amended by P.L.68-2025 (SEA 1-2025),
38 SECTION 142.
- 39 (29) IC 6-3.6-6-21, as amended by P.L.68-2025 (SEA 1-2025),
40 SECTION 144.
- 41 (30) IC 6-3.6-6-21.3, as amended by P.L.68-2025 (SEA
42 1-2025), SECTION 146 and as amended by this act.



- 1 (31) IC 6-3.6-7-9, as amended by P.L.68-2025 (SEA 1-2025),
2 SECTION 149 and as amended by this act.
3 (32) IC 6-3.6-7-28, as amended by P.L.68-2025 (SEA 1-2025),
4 SECTION 150.
5 (33) IC 6-3.6-8-4, as amended by P.L.68-2025 (SEA 1-2025),
6 SECTION 152.
7 (34) IC 6-3.6-9-1, as amended by P.L.68-2025 (SEA 1-2025),
8 SECTION 154 and as amended by this act.
9 (35) IC 6-3.6-9-4, as amended by P.L.68-2025 (SEA 1-2025),
10 SECTION 156.
11 (36) IC 6-3.6-9-4.1, as amended by P.L.68-2025 (SEA 1-2025),
12 SECTION 157.
13 (37) IC 6-3.6-9-5, as amended by P.L.68-2025 (SEA 1-2025),
14 SECTION 158 and as amended by this act.
15 (38) IC 6-3.6-9-6, as amended by P.L.68-2025 (SEA 1-2025),
16 SECTION 159.
17 (39) IC 6-3.6-9-7, as amended by P.L.68-2025 (SEA 1-2025),
18 SECTION 160.
19 (40) IC 6-3.6-9-9, as amended by P.L.68-2025 (SEA 1-2025),
20 SECTION 163.
21 (41) IC 6-3.6-9-10, as amended by P.L.68-2025 (SEA 1-2025),
22 SECTION 164 and as amended by this act.
23 (42) IC 6-3.6-9-11, as amended by P.L.68-2025 (SEA 1-2025),
24 SECTION 165.
25 (43) IC 6-3.6-9-12, as amended by P.L.68-2025 (SEA 1-2025),
26 SECTION 166 and as amended by this act.
27 (44) IC 6-3.6-9-13, as amended by P.L.68-2025 (SEA 1-2025),
28 SECTION 167 and as amended by this act.
29 (45) IC 6-3.6-9-16, as amended by P.L.68-2025 (SEA 1-2025),
30 SECTION 170.
31 (46) IC 6-3.6-11-3, as amended by P.L.68-2025 (SEA 1-2025),
32 SECTION 180 and as amended by this act.
33 (47) IC 6-9-10.5-8, as amended by P.L.68-2025 (SEA 1-2025),
34 SECTION 190.
35 (48) IC 8-18-22-6, as amended by P.L.68-2025 (SEA 1-2025),
36 SECTION 195.
37 (49) IC 8-22-3.5-9, as amended by P.L.68-2025 (SEA 1-2025),
38 SECTION 196.
39 (50) IC 12-20-25-34, as amended by P.L.68-2025 (SEA
40 1-2025), SECTION 197.
41 (51) IC 12-20-25-35, as amended by P.L.68-2025 (SEA
42 1-2025), SECTION 198.



- 1 (52) IC 36-7-14-39, as amended by P.L.68-2025 (SEA 1-2025),
 2 SECTION 234.
- 3 (53) IC 36-7-15.1-26, as amended by P.L.68-2025 (SEA
 4 1-2025), SECTION 235 and as amended by this act.
- 5 (54) IC 36-7-15.1-53, as amended by P.L.68-2025 (SEA
 6 1-2025), SECTION 236 and as amended by this act.
- 7 (55) IC 36-7-30-25, as amended by P.L.68-2025 (SEA 1-2025),
 8 SECTION 237 and as amended by this act.
- 9 (56) IC 36-7-30.5-30, as amended by P.L.68-2025 (SEA
 10 1-2025), SECTION 238 and as amended by this act.
- 11 (57) IC 36-7.5-4-2.5, as amended by P.L.68-2025 (SEA
 12 1-2025), SECTION 239.
- 13 (58) IC 36-8-19-8, as amended by P.L.68-2025 (SEA 1-2025),
 14 SECTION 242.
- 15 (b) Notwithstanding the effective date of the following sections
 16 amended by P.L.68-2025 (SEA 1-2025), the effective date for these
 17 sections is January 1, 2029, and not January 1, 2028:
- 18 (1) IC 6-1.1-18.5-3, as amended by P.L.68-2025 (SEA 1-2025),
 19 SECTION 60.
- 20 (2) IC 6-3.6-2-2, as amended by P.L.68-2025 (SEA 1-2025),
 21 SECTION 95 and as amended by this act.
- 22 (3) IC 6-3.6-2-13, as amended by P.L.68-2025 (SEA 1-2025),
 23 SECTION 100 and as amended by this act.
- 24 (4) IC 6-3.6-2-15, as amended by P.L.68-2025 (SEA 1-2025),
 25 SECTION 101 and as amended by this act.
- 26 (5) IC 6-3.6-4-1, as amended by P.L.68-2025 (SEA 1-2025),
 27 SECTION 113.
- 28 (6) IC 6-3.6-4-2, as amended by P.L.68-2025 (SEA 1-2025),
 29 SECTION 114.
- 30 (7) IC 6-3.6-4-3, as amended by P.L.68-2025 (SEA 1-2025),
 31 SECTION 115.
- 32 (8) IC 6-3.6-8-3, as amended by P.L.68-2025 (SEA 1-2025),
 33 SECTION 151 and as amended by this act.
- 34 (9) IC 6-3.6-8-5, as amended by P.L.68-2025 (SEA 1-2025),
 35 SECTION 153.
- 36 (10) IC 6-3.6-10-2, as amended by P.L.68-2025 (SEA 1-2025),
 37 SECTION 174.
- 38 (11) IC 6-3.6-10-3, as amended by P.L.68-2025 (SEA 1-2025),
 39 SECTION 175.
- 40 (12) IC 6-3.6-10-5, as amended by P.L.68-2025 (SEA 1-2025),
 41 SECTION 176.
- 42 (13) IC 6-3.6-10-6, as amended by P.L.68-2025 (SEA 1-2025),



- 1 **SECTION 177.**
 2 **(14) IC 6-3.6-11-4, as amended by P.L.68-2025 (SEA 1-2025),**
 3 **SECTION 181.**
 4 **(15) IC 6-3.6-11-5.5, as amended by P.L.68-2025 (SEA**
 5 **1-2025), SECTION 182.**
 6 **(16) IC 6-3.6-11-6, as amended by P.L.68-2025 (SEA 1-2025),**
 7 **SECTION 183.**
 8 **(17) IC 6-3.6-11-7, as amended by P.L.68-2025 (SEA 1-2025),**
 9 **SECTION 184.**
 10 **(18) IC 6-3.6-11-7.5, as amended by P.L.68-2025 (SEA**
 11 **1-2025), SECTION 185.**
 12 **(c) Notwithstanding the effective date of the following sections**
 13 **added by P.L.68-2025 (SEA 1-2025), the effective date for these**
 14 **sections is July 1, 2028, and not July 1, 2027:**
 15 **(1) IC 6-3.6-3-3.3, as added by P.L.68-2025 (SEA 1-2025),**
 16 **SECTION 104.**
 17 **(2) IC 6-3.6-5-7, as added by P.L.68-2025 (SEA 1-2025),**
 18 **SECTION 116.**
 19 **(3) IC 6-3.6-6-0.5, as added by P.L.68-2025 (SEA 1-2025),**
 20 **SECTION 117.**
 21 **(4) IC 6-3.6-6-4.3, as added by P.L.68-2025 (SEA 1-2025),**
 22 **SECTION 127 and as amended by this act.**
 23 **(5) IC 6-3.6-6-4.5, as added by P.L.68-2025 (SEA 1-2025),**
 24 **SECTION 128 and as amended by this act.**
 25 **(6) IC 6-3.6-6-6.1, as added by P.L.68-2025 (SEA 1-2025),**
 26 **SECTION 129 and as amended by this act.**
 27 **(7) IC 6-3.6-6-22, as added by P.L.68-2025 (SEA 1-2025),**
 28 **SECTION 147 and as amended by this act.**
 29 **(8) IC 6-3.6-6-23, as added by P.L.68-2025 (SEA 1-2025),**
 30 **SECTION 148 and as amended by this act.**
 31 **(9) IC 6-3.6-9-1.1, as added by P.L.68-2025 (SEA 1-2025),**
 32 **SECTION 155.**
 33 **(10) IC 6-3.6-9-17.5, as added by P.L.68-2025 (SEA 1-2025),**
 34 **SECTION 171 and as amended by this act.**
 35 **(11) IC 6-3.6-9-20, as added by P.L.68-2025 (SEA 1-2025),**
 36 **SECTION 172.**
 37 **(12) IC 6-3.6-9-21, as added by P.L.68-2025 (SEA 1-2025),**
 38 **SECTION 173 and as amended by this act.**
 39 **(d) Notwithstanding the effective date of the following sections**
 40 **repealed by P.L.68-2025 (SEA 1-2025), the effective date for these**
 41 **sections is July 1, 2028, and not July 1, 2027:**
 42 **(1) IC 6-1.1-10.3-2, as repealed by P.L.68-2025 (SEA 1-2025),**



- 1 **SECTION 15.**
 2 **(2) IC 6-3.6-2-4, as repealed by P.L.68-2025 (SEA 1-2025),**
 3 **SECTION 96.**
 4 **(3) IC 6-3.6-2-12, as repealed by P.L.68-2025 (SEA 1-2025),**
 5 **SECTION 99.**
 6 **(4) IC 6-3.6-3-6, as repealed by P.L.68-2025 (SEA 1-2025),**
 7 **SECTION 107.**
 8 **(5) IC 6-3.6-3-7, as repealed by P.L.68-2025 (SEA 1-2025),**
 9 **SECTION 108.**
 10 **(6) IC 6-3.6-3-8, as repealed by P.L.68-2025 (SEA 1-2025),**
 11 **SECTION 109.**
 12 **(7) IC 6-3.6-3-9, as repealed by P.L.68-2025 (SEA 1-2025),**
 13 **SECTION 110.**
 14 **(8) IC 6-3.6-3-10, as repealed by P.L.68-2025 (SEA 1-2025),**
 15 **SECTION 112.**
 16 **(9) IC 6-3.6-6-9, as repealed by P.L.68-2025 (SEA 1-2025),**
 17 **SECTION 132.**
 18 **(10) IC 6-3.6-6-10, as repealed by P.L.68-2025 (SEA 1-2025),**
 19 **SECTION 134.**
 20 **(11) IC 6-3.6-6-11, as repealed by P.L.68-2025 (SEA 1-2025),**
 21 **SECTION 135.**
 22 **(12) IC 6-3.6-6-12, as repealed by P.L.68-2025 (SEA 1-2025),**
 23 **SECTION 136.**
 24 **(13) IC 6-3.6-6-14, as repealed by P.L.68-2025 (SEA 1-2025),**
 25 **SECTION 137.**
 26 **(14) IC 6-3.6-6-15, as repealed by P.L.68-2025 (SEA 1-2025),**
 27 **SECTION 138.**
 28 **(15) IC 6-3.6-6-16, as repealed by P.L.68-2025 (SEA 1-2025),**
 29 **SECTION 139.**
 30 **(16) IC 6-3.6-6-20, as repealed by P.L.68-2025 (SEA 1-2025),**
 31 **SECTION 143.**
 32 **(17) IC 6-3.6-6-21.2, as repealed by P.L.68-2025 (SEA 1-2025),**
 33 **SECTION 145.**
 34 **(18) IC 6-3.6-9-8, as repealed by P.L.68-2025 (SEA 1-2025),**
 35 **SECTION 161.**
 36 **(19) IC 6-3.6-9-8.5, as repealed by P.L.68-2025 (SEA 1-2025),**
 37 **SECTION 162.**
 38 **(20) IC 6-3.6-9-14, as repealed by P.L.68-2025 (SEA 1-2025),**
 39 **SECTION 168.**
 40 **(e) Notwithstanding the effective date of the following sections**
 41 **repealed by P.L.68-2025 (SEA 1-2025), the effective date for these**
 42 **sections is January 1, 2029, and not January 1, 2028:**



- 1 (1) IC 6-3.6-6-2.5, as repealed by P.L.68-2025 (SEA 1-2025),
 2 SECTION 119.
 3 (2) IC 6-3.6-6-2.6, as repealed by P.L.68-2025 (SEA 1-2025),
 4 SECTION 120.
 5 (3) IC 6-3.6-6-2.7, as repealed by P.L.68-2025 (SEA 1-2025),
 6 SECTION 121.
 7 (4) IC 6-3.6-6-2.8, as repealed by P.L.68-2025 (SEA 1-2025),
 8 SECTION 122.
 9 (5) IC 6-3.6-6-2.9, as repealed by P.L.68-2025 (SEA 1-2025),
 10 SECTION 123.
 11 (6) IC 6-3.6-9-15, as repealed by P.L.68-2025 (SEA 1-2025),
 12 SECTION 169.
 13 (7) IC 6-3.6-11-1, as repealed by P.L.68-2025 (SEA 1-2025),
 14 SECTION 179.

15 (f) The revisor of statutes shall print the Indiana Code to
 16 incorporate the effective date changes to the sections of
 17 P.L.68-2025 (SEA 1-2025) as provided in this SECTION and as
 18 amended by this act.

19 SECTION 184. P.L.68-2025, SECTION 246, IS REPEALED
 20 [EFFECTIVE UPON PASSAGE]. SECTION 246. [EFFECTIVE JUNE
 21 30, 2027]. (a) Notwithstanding the July 1, 2027, effective date for
 22 IC 6-3.6-6-0.5, IC 6-3.6-6-4.3, IC 6-3.6-6-4.5, and IC 6-3.6-6-6.1, all
 23 as added by this act; the July 1, 2027, effective date for IC 6-3.6-6-2,
 24 IC 6-3.6-6-3, IC 6-3.6-6-4, IC 6-3.6-6-8, IC 6-3.6-6-8.5, IC 6-3.6-6-9.5,
 25 IC 6-3.6-6-17, IC 6-3.6-6-18, IC 6-3.6-6-19, and IC 6-3.6-6-21, all as
 26 amended by this act; and the July 1, 2027, or January 1, 2028, repeal
 27 of IC 6-3.6-6-2.5, IC 6-3.6-6-2.6, IC 6-3.6-6-2.7, IC 6-3.6-6-2.8,
 28 IC 6-3.6-6-2.9, IC 6-3.6-6-9, IC 6-3.6-6-10, IC 6-3.6-6-11,
 29 IC 6-3.6-6-12, IC 6-3.6-6-14, IC 6-3.6-6-15, IC 6-3.6-6-16, and
 30 IC 6-3.6-6-20; all as repealed by this act; the method used to determine
 31 the amount of a particular distribution of revenue before July 1, 2027,
 32 shall continue to be used for these determinations for all of 2027.

33 (b) Notwithstanding the adoption of different tax rates by a county
 34 applicable after 2027 or the adoption of municipal tax rates under
 35 IC 6-3.6-6-22, as added by this act, applicable after 2027, or any other
 36 provision of law, the certified distribution methodology calculation for
 37 local income tax distributions made in 2027 shall continue for local
 38 income tax distributions made in 2028 and 2029 to account for the
 39 transition to any new tax rates.

40 (c) This SECTION expires June 30, 2030.

41 SECTION 185. [EFFECTIVE JUNE 30, 2028] (a) Notwithstanding
 42 the effective date for:



- 1 **(1) the amendment of sections in IC 6-3.6-6 by this act or by**
- 2 **P.L.68-2025;**
- 3 **(2) the addition of sections in IC 6-3.6-6 by this act or by**
- 4 **P.L.68-2025; or**
- 5 **(3) the repeal of sections in IC 6-3.6-6 by this act or by**
- 6 **P.L.68-2025;**
- 7 **the method used to determine the amount of a particular**
- 8 **distribution of revenue before July 1, 2028, shall continue to be**
- 9 **used for these determinations for all of 2028.**
- 10 **(b) Notwithstanding the adoption of different tax rates by a**
- 11 **county applicable after 2028 or the adoption of municipal tax rates**
- 12 **under IC 6-3.6-6-22, applicable after 2028, or any other provision**
- 13 **of law, the certified distribution methodology calculation for local**
- 14 **income tax distributions made in 2028 shall continue for local**
- 15 **income tax distributions made in 2029 and 2030 to account for the**
- 16 **transition to any new tax rates.**
- 17 **(c) This SECTION expires June 30, 2031.**
- 18 **SECTION 186. An emergency is declared for this act.**



COMMITTEE REPORT

Mr. Speaker: Your Committee on Ways and Means, to which was referred House Bill 1210, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Replace the effective date in SECTION 26 with "[EFFECTIVE UPON PASSAGE]".

Replace the effective dates in SECTIONS 30 through 31 with "[EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]".

Replace the effective dates in SECTIONS 32 through 33 with "[EFFECTIVE UPON PASSAGE]".

Replace the effective date in SECTION 38 with "[EFFECTIVE UPON PASSAGE]".

Replace the effective date in SECTION 43 with "[EFFECTIVE UPON PASSAGE]".

Replace the effective dates in SECTIONS 47 through 51 with "[EFFECTIVE UPON PASSAGE]".

Replace the effective date in SECTION 52 with "[EFFECTIVE JULY 1, 2028]".

Replace the effective dates in SECTIONS 53 through 54 with "[EFFECTIVE UPON PASSAGE]".

Replace the effective date in SECTION 55 with "[EFFECTIVE JULY 1, 2028]".

Replace the effective dates in SECTIONS 56 through 57 with "[EFFECTIVE UPON PASSAGE]".

Replace the effective date in SECTION 58 with "[EFFECTIVE JULY 1, 2028]".

Replace the effective dates in SECTIONS 59 through 63 with "[EFFECTIVE UPON PASSAGE]".

Page 1, between the enacting clause and line 1, begin a new paragraph and insert:

"SECTION 1. IC 4-23-7.3-5.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 5.5. As used in this chapter, "governmental boundary units" includes:**

- (1) the geographic boundaries of a political subdivision;**
- (2) the geographic boundaries of a taxing district (as defined by IC 6-1.1-1-20); and**
- (3) any geographic boundaries related to the operation of the statewide 911 system under IC 36-8-16.7.**

SECTION 2. IC 4-23-7.3-16, AS AMENDED BY P.L.134-2021, SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE

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JULY 1, 2026]: Sec. 16. With money from the fund, the state GIS officer, through the data center, the IGIC, and the other organizations, shall do the following:

- (1) Ensure that there are adequate depositories of all GIS data and framework data obtained by a state agency.
- (2) Acquire, publish, store, and distribute GIS data and framework data through the computer gateway administered under IC 4-13.1-2-2(a)(6) by the office of technology and through the state data center. The state GIS officer may also provide access through the IGIC and other entities as directed by the state GIS officer.
- (3) Integrate GIS data and framework data developed and maintained by state agencies and political subdivisions into the statewide base map. **State agencies and political subdivisions shall cooperate and participate as requested by the state GIS officer to carry out this subdivision.**
- (4) Maintain a state historical archive of GIS data, framework data, and electronic maps.
- (5) Except as otherwise provided in this chapter, provide public access to GIS data and framework data in locations throughout Indiana.
- (6) Provide assistance to state agencies and political subdivisions regarding public access to GIS data and framework data so that information is available to the public while confidentiality is protected for certain data from electronic maps.
- (7) Develop and maintain statewide framework data layers associated with a statewide base map or electronic map.
- (8) Publish and distribute the state GIS data standards and the statewide data integration plan adopted under section 14(2) of this chapter.
- (9) Subject to section 20 of this chapter, make GIS data, framework data, and electronic maps available for use by the Indiana Business Research Center.

SECTION 3. IC 4-23-7.3-20, AS ADDED BY P.L.198-2007, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 20. (a) Except as provided in subsections (b), (c), and (d), a political subdivision maintains the right to control the sale, exchange, and distribution of any GIS data or framework data provided by the political subdivision to the state through a data exchange agreement entered into under this chapter.

(b) A political subdivision may agree, through a provision in a data exchange agreement, to allow the sale, exchange, or distribution of GIS



data or framework data provided to the state.

(c) Subsection (a) does not apply to data that is otherwise required by state or federal law to be provided by a political subdivision to the state or federal government.

(d) ~~As a condition in a data exchange agreement for providing state GIS data or framework data to a political subdivision,~~ The state GIS officer may require the political subdivision to follow the state GIS data standards and the statewide data integration plan when the political subdivision makes use of the GIS data or framework data as provided by the state.

SECTION 4. IC 4-33-12-8, AS AMENDED BY P.L.144-2024, SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 8. (a) This section applies to tax revenue collected from a riverboat operating from Lake County.

(b) Except as provided by IC 6-3.1-20-7, the treasurer of state shall quarterly pay the following amounts from the taxes collected during the preceding calendar quarter from the riverboat operating from East Chicago:

(1) The lesser of:

(A) eight hundred seventy-five thousand dollars (\$875,000);

or

(B) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter;

to the fiscal officer of the northwest Indiana regional development authority to partially satisfy East Chicago's funding obligation to the authority under IC 36-7.5-4-2.

(2) The lesser of:

(A) two hundred eighteen thousand seven hundred fifty dollars (\$218,750); or

(B) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter;

to the fiscal officer of the northwest Indiana regional development authority to partially satisfy Lake County's funding obligation to the authority under IC 36-7.5-4-2.

(3) Except as provided in section 9(k) of this chapter, the remainder, if any, of:

(A) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter; minus

(B) the amount distributed to the northwest Indiana regional



development authority under subdivision (1) for the calendar quarter;

must be paid to the city of East Chicago.

(4) Except as provided in section 9(k) of this chapter, the remainder, if any, of:

(A) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter; minus

(B) the amount distributed to the northwest Indiana regional development authority under subdivision (2) for the calendar quarter;

must be paid to Lake County.

(5) Except as provided in section 9(k) of this chapter, three percent (3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter must be paid to the county convention and visitors bureau for Lake County.

(6) Except as provided in section 9(k) of this chapter, three hundred thirty-three thousandths percent (.333%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter must be paid to the northern Indiana law enforcement training center.

(7) Except as provided in section 9(k) of this chapter, five percent (5%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter must be paid to the state fair commission for use in any activity that the commission is authorized to carry out under IC 15-13-3.

(8) Except as provided in section 9(k) of this chapter, three and thirty-three hundredths percent (3.33%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter must be paid to the division of mental health and addiction.

(9) Twenty-one and six hundred sixty-seven thousandths percent (21.667%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter must be paid to the state general fund.

(c) Except as provided by IC 6-3.1-20-7, the treasurer of state shall quarterly pay the following amounts from the taxes collected during the preceding calendar quarter from ~~each~~ **the** riverboat operating in Gary:

(1) The lesser of:

(A) ~~four hundred thirty-seven thousand five hundred dollars~~



~~(\$437,500)~~; **eight hundred seventy-five thousand dollars (\$875,000)**; or

(B) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter; to the fiscal officer of the northwest Indiana regional development authority to partially satisfy Gary's funding obligation to the authority under IC 36-7.5-4-2.

(2) The lesser of:

(A) ~~two hundred eighteen thousand seven hundred fifty dollars (\$218,750)~~; **four hundred thirty-seven thousand five hundred dollars (\$437,500)**; or

(B) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter; to the fiscal officer of the northwest Indiana regional development authority to partially satisfy Lake County's funding obligation to the authority under IC 36-7.5-4-2.

(3) Except as provided in section 9(k) of this chapter, the remainder, if any, of:

(A) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner of a riverboat operating in Gary during the preceding calendar quarter; minus

(B) the amount distributed to the northwest Indiana regional development authority under subdivision (1) for the calendar quarter;

must be paid to the city of Gary.

(4) Except as provided in section 9(k) of this chapter, the remainder, if any, of:

(A) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner of a riverboat operating in Gary during the preceding calendar quarter; minus

(B) the amount distributed to the northwest Indiana regional development authority under subdivision (2) for the calendar quarter;

must be paid to Lake County.

(5) Except as provided in section 9(k) of this chapter, three percent (3%) of the admissions tax and supplemental wagering tax collected by the licensed owner of a riverboat operating in Gary during the preceding calendar quarter must be paid to the



county convention and visitors bureau for Lake County.

(6) Except as provided in section 9(k) of this chapter, three hundred thirty-three thousandths percent (.333%) of the admissions tax and supplemental wagering tax collected by the licensed owner of a riverboat operating in Gary during the preceding calendar quarter must be paid to the northern Indiana law enforcement training center.

(7) Except as provided in section 9(k) of this chapter, five percent (5%) of the admissions tax and supplemental wagering tax collected by the licensed owner of a riverboat operating in Gary during the preceding calendar quarter must be paid to the state fair commission for use in any activity that the commission is authorized to carry out under IC 15-13-3.

(8) Except as provided in section 9(k) of this chapter, three and thirty-three hundredths percent (3.33%) of the admissions tax and supplemental wagering tax collected by the licensed owner of a riverboat operating in Gary during the preceding calendar quarter must be paid to the division of mental health and addiction.

(9) Twenty-one and six hundred sixty-seven thousandths percent (21.667%) of the admissions tax and supplemental wagering tax collected by the licensed owner of a riverboat operating in Gary during the preceding calendar quarter must be paid to the state general fund.

(d) Except as provided by IC 6-3.1-20-7, the treasurer of state shall quarterly pay the following amounts from the taxes collected during the preceding calendar quarter from the riverboat operating in Hammond:

(1) The lesser of:

(A) eight hundred seventy-five thousand dollars (\$875,000);
or

(B) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner of a riverboat operating in Hammond during the preceding calendar quarter;

to the fiscal officer of the northwest Indiana regional development authority to partially satisfy Hammond's funding obligation to the authority under IC 36-7.5-4-2.

(2) The lesser of:

(A) two hundred eighteen thousand seven hundred fifty dollars (\$218,750); or

(B) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the preceding calendar quarter;



to the fiscal officer of the northwest Indiana regional development authority to partially satisfy Lake County's funding obligation to the authority under IC 36-7.5-4-2.

(3) Except as provided in section 9(k) of this chapter, the remainder, if any, of:

(A) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner of the riverboat during the preceding calendar quarter; minus

(B) the amount distributed to the northwest Indiana regional development authority under subdivision (1) for the calendar quarter;

must be paid to the city of Hammond.

(4) Except as provided in section 9(k) of this chapter, the remainder, if any, of:

(A) thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner of the riverboat during the preceding calendar quarter; minus

(B) the amount distributed to the northwest Indiana regional development authority under subdivision (2) for the calendar quarter;

must be paid to Lake County.

(5) Except as provided in section 9(k) of this chapter, three percent (3%) of the admissions tax and supplemental wagering tax collected by the licensed owner of the riverboat during the preceding calendar quarter must be paid to the county convention and visitors bureau for Lake County.

(6) Except as provided in section 9(k) of this chapter, three hundred thirty-three thousandths percent (.333%) of the admissions tax and supplemental wagering tax collected by the licensed owner of a riverboat during the preceding calendar quarter must be paid to the northern Indiana law enforcement training center.

(7) Except as provided in section 9(k) of this chapter, five percent (5%) of the admissions tax and supplemental wagering tax collected by the licensed owner of the riverboat during the preceding calendar quarter must be paid to the state fair commission for use in any activity that the commission is authorized to carry out under IC 15-13-3.

(8) Except as provided in section 9(k) of this chapter, three and thirty-three hundredths percent (3.33%) of the admissions tax and



supplemental wagering tax collected by the licensed owner for each person admitted to the riverboat during the preceding calendar quarter must be paid to the division of mental health and addiction.

(9) Twenty-one and six hundred sixty-seven thousandths percent (21.667%) of the admissions tax and supplemental wagering tax collected by the licensed owner of the riverboat during the preceding calendar quarter must be paid to the state general fund.

SECTION 5. IC 4-33-13-2.5 IS REPEALED [EFFECTIVE UPON PASSAGE]. Sec. 2.5: (a) This section applies only to tax revenue:

(1) remitted by a licensed owner operating a riverboat sited at a location approved under IC 4-33-6-4.5; and

(2) collected under this chapter after June 30, 2025.

(b) Notwithstanding section 3 of this chapter, the department shall deposit from the tax revenue remitted under this chapter by a licensed owner operating a riverboat sited at a location approved under IC 4-33-6-4.5 amounts as follows:

(1) In each state fiscal year beginning after June 30, 2025, and ending before July 1, 2027, an amount equal to the amount deposited under IC 36-7.5-6-5(a) by the city of Gary in the blighted property demolition fund established by IC 36-7.5-6-4, up to three million dollars (\$3,000,000).

(2) In each state fiscal year beginning after June 30, 2025, and ending before July 1, 2045, an amount equal to the amount deposited under IC 36-7.5-7-5(c) by an entity in the Lake County economic development and convention fund established by IC 36-7.5-7-5, up to five million dollars (\$5,000,000).

(3) In each state fiscal year beginning after June 30, 2025, and ending before July 1, 2050, an amount equal to the amount deposited under IC 36-7.5-8-4 by the city of Gary, or on behalf of the city of Gary from any other source, in the Gary Metro Center station revitalization fund established by IC 36-7.5-8-3, up to three million dollars (\$3,000,000).

Any amount of tax revenue remitted under this chapter by a licensed owner operating a riverboat sited at a location approved under IC 4-33-6-4.5 in a state fiscal year that exceeds the amount required for the deposits in this subsection for the state fiscal year must be deposited in the state gaming fund under section 3 of this chapter:

(c) Budget committee review is required before any money may be:

(1) matched under subsection (b); and

(2) released to any of the following funds:

(A) The blighted property demolition fund established by



IC 36-7.5-6-4.

(B) The Lake County economic development and convention fund established by IC 36-7.5-7-5.

(C) The Gary Metro Center station revitalization fund established by IC 36-7.5-8-3.

(d) The northwest Indiana regional development authority established by IC 36-7.5-2-1 shall provide any information to the department that the department determines is necessary for the department to carry out this section.

(e) This section expires July 1, 2050.

SECTION 6. IC 4-33-13-3, AS AMENDED BY P.L.195-2023, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. Except as provided in section 2.5 of this chapter, The department shall deposit tax revenue collected under this chapter in the state gaming fund.

SECTION 7. IC 4-33-13-5, AS AMENDED BY P.L.9-2024, SECTION 109, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) This subsection does not apply to tax revenue remitted by an operating agent operating a riverboat in a historic hotel district. Excluding funds that are appropriated in the biennial budget act from the state gaming fund to the commission for purposes of administering this article, each month the state comptroller shall distribute the tax revenue deposited in the state gaming fund under this chapter to the following:

(1) An amount equal to the following shall be set aside for revenue sharing under subsection (d):

(A) Before July 1, 2021, the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter shall be set aside for revenue sharing under subsection (d).

(B) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is equal to or greater than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020, the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter shall be set aside for revenue sharing under subsection (d).

(C) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is less than the total adjusted gross receipts received by licensees from



gambling games authorized under this article during the state year ending June 30, 2020, an amount equal to the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter multiplied by the result of:

- (i) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year; divided by
- (ii) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020;

shall be set aside for revenue sharing under subsection (d).

(2) Subject to subsection (c), twenty-five percent (25%) of the remaining tax revenue remitted by each licensed owner shall be paid **according to the following:**

(A) **Except as provided in clause (C), to the city, excluding the city of Gary,** in which the riverboat is located or that is designated as the home dock of the riverboat from which the tax revenue was collected, in the case of:

- (i) a city described in IC 4-33-12-6(b)(1)(A);
- (ii) a city located in Lake County, **excluding the city of Gary;** or
- (iii) Terre Haute. ~~or~~

(B) To the county that is designated as the home dock of the riverboat from which the tax revenue was collected, in the case of a riverboat that is not located in a city described in clause (A) or whose home dock is not in a city described in clause (A).

(C) **In the case of the twenty-five percent (25%) of the remaining tax revenue remitted by the licensed owner of the riverboat located in the city of Gary, in each state fiscal year beginning after June 30, 2026, an amount equal to:**

- (i) **forty percent (40%) of the revenue shall be deposited in the Lake County economic development and convention fund established by IC 36-7.5-7-5, until the amount deposited under this item equals five million dollars (\$5,000,000) for a particular state fiscal year; and**
- (ii) **sixty percent (60%) of the revenue shall be paid to the city of Gary.**

After the total amount of money deposited in the Lake County economic development and convention fund established by IC 36-7.5-7-5 for a particular state fiscal year under item (i) equals five million dollars (\$5,000,000),



one hundred percent (100%) of the remaining revenue under this subdivision shall be paid to the city of Gary for the rest of that state fiscal year. For purposes of this subdivision, the state comptroller shall treat any amounts deposited under this clause in the Lake County economic development and convention fund established by IC 36-7.5-7-5 as amounts constructively received by the city of Gary and used to satisfy the city of Gary's funding obligation to the northwest Indiana regional development authority under IC 36-7.5-7-5.

(3) For state fiscal years ending before July 1, 2050, after making the distributions under subdivisions (1) and (2), the state comptroller shall make distributions from the remaining tax revenue remitted by each licensed owner in the following order of priority:

(A) In each state fiscal year beginning after June 30, 2025, and ending with the earlier of:

(i) the state fiscal year beginning July 1, 2044, and ending June 30, 2045, however, if the required review by the budget committee before the first distribution under this clause does not occur until the state fiscal year beginning July 1, 2026, and ending June 30, 2027, then the state fiscal year beginning July 1, 2045, and ending June 30, 2046, is the applicable final state fiscal year under this item; or

(ii) the date on which the state budget director receives a certificate from the public finance director appointed under IC 5-1.2-3-6 that all indebtedness of the Indiana finance authority and the northwest Indiana regional development authority which is secured by the fund has been repaid;

an amount equal to the amount deposited under IC 36-7.5-7-5(c) by the approved entity in the Lake County economic development and convention fund established by IC 36-7.5-7-5, up to five million dollars (\$5,000,000). However, review by the budget committee is required before the first distribution for the first state fiscal year may be made under this clause.

(B) In each state fiscal year beginning after June 30, 2025, and ending before July 1, 2027, and only after:

(i) review by the budget committee before the first distribution under this clause; and



(ii) for each subsequent distribution, upon the state budget director's receipt of a certificate from the fiscal officer of the northwest Indiana regional development authority of the amount deposited under IC 36-7.5-6-5(a) by the city of Gary in the blighted property demolition fund established by IC 36-7.5-6-4 during the state fiscal year;

an amount equal to the amount deposited under IC 36-7.5-6-5(a) by the city of Gary in the blighted property demolition fund established by IC 36-7.5-6-4, up to three million dollars (\$3,000,000).

(C) In each state fiscal year beginning after June 30, 2025, and ending before July 1, 2050, and only after:

(i) review by the budget committee before the first distribution under this clause; and

(ii) for each subsequent distribution, upon the state budget director's receipt of a certificate from the fiscal officer of the northwest Indiana regional development authority of the amount deposited under IC 36-7.5-8-4 by the city of Gary, or on behalf of the city of Gary from any other source, in the Gary Metro Center station revitalization fund established by IC 36-7.5-8-3 during the state fiscal year;

an amount equal to the amount deposited under IC 36-7.5-8-4 by the city of Gary, or on behalf of the city of Gary from any other source, in the Gary Metro Center station revitalization fund established by IC 36-7.5-8-3, up to three million dollars (\$3,000,000).

The northwest Indiana regional development authority established by IC 36-7.5-2-1 shall provide any information to the department that the department determines is necessary to carry out this subdivision. This subdivision expires July 1, 2050.

(↔) (4) The remainder of the tax revenue remitted by each licensed owner shall be paid to the state general fund. In each state fiscal year, the state comptroller shall make the transfer required by this subdivision on or before the fifteenth day of the month based on revenue received during the preceding month for deposit in the state gaming fund. Specifically, the state comptroller may transfer the tax revenue received by the state in a month to the state general fund in the immediately following month according to this subdivision.



(b) This subsection applies only to tax revenue remitted by an operating agent operating a riverboat in a historic hotel district after June 30, 2019. Excluding funds that are appropriated in the biennial budget act from the state gaming fund to the commission for purposes of administering this article, each month the state comptroller shall distribute the tax revenue remitted by the operating agent under this chapter as follows:

(1) For state fiscal years beginning after June 30, 2019, but ending before July 1, 2021, fifty-six and five-tenths percent (56.5%) shall be paid to the state general fund.

(2) For state fiscal years beginning after June 30, 2021, fifty-six and five-tenths percent (56.5%) shall be paid as follows:

(A) Sixty-six and four-tenths percent (66.4%) shall be paid to the state general fund.

(B) Thirty-three and six-tenths percent (33.6%) shall be paid to the West Baden Springs historic hotel preservation and maintenance fund established by IC 36-7-11.5-11(b). However, if:

(i) at any time the balance in that fund exceeds twenty-five million dollars (\$25,000,000); or

(ii) in any part of a state fiscal year in which the operating agent has received at least one hundred million dollars (\$100,000,000) of adjusted gross receipts;

the amount described in this clause shall be paid to the state general fund for the remainder of the state fiscal year.

(3) Forty-three and five-tenths percent (43.5%) shall be paid as follows:

(A) Twenty-two and four-tenths percent (22.4%) shall be paid as follows:

(i) Fifty percent (50%) to the fiscal officer of the town of French Lick.

(ii) Fifty percent (50%) to the fiscal officer of the town of West Baden Springs.

(B) Fourteen and eight-tenths percent (14.8%) shall be paid to the county treasurer of Orange County for distribution among the school corporations in the county. The governing bodies for the school corporations in the county shall provide a formula for the distribution of the money received under this clause among the school corporations by joint resolution adopted by the governing body of each of the school corporations in the county. Money received by a school corporation under this clause must be used to improve the



educational attainment of students enrolled in the school corporation receiving the money. Not later than the first regular meeting in the school year of a governing body of a school corporation receiving a distribution under this clause, the superintendent of the school corporation shall submit to the governing body a report describing the purposes for which the receipts under this clause were used and the improvements in educational attainment realized through the use of the money. The report is a public record.

(C) Thirteen and one-tenth percent (13.1%) shall be paid to the county treasurer of Orange County.

(D) Five and three-tenths percent (5.3%) shall be distributed quarterly to the county treasurer of Dubois County for appropriation by the county fiscal body after receiving a recommendation from the county executive. The county fiscal body for the receiving county shall provide for the distribution of the money received under this clause to one (1) or more taxing units (as defined in IC 6-1.1-1-21) in the county under a formula established by the county fiscal body after receiving a recommendation from the county executive.

(E) Five and three-tenths percent (5.3%) shall be distributed quarterly to the county treasurer of Crawford County for appropriation by the county fiscal body after receiving a recommendation from the county executive. The county fiscal body for the receiving county shall provide for the distribution of the money received under this clause to one (1) or more taxing units (as defined in IC 6-1.1-1-21) in the county under a formula established by the county fiscal body after receiving a recommendation from the county executive.

(F) Six and thirty-five hundredths percent (6.35%) shall be paid to the fiscal officer of the town of Paoli.

(G) Six and thirty-five hundredths percent (6.35%) shall be paid to the fiscal officer of the town of Orleans.

(H) Twenty-six and four-tenths percent (26.4%) shall be paid to the Indiana economic development corporation established by IC 5-28-3-1 for transfer as follows:

(i) Beginning after December 31, 2017, ten percent (10%) of the amount transferred under this clause in each calendar year shall be transferred to the South Central Indiana Regional Economic Development Corporation or a successor entity or partnership for economic development for the purpose of recruiting new business to Orange County



as well as promoting the retention and expansion of existing businesses in Orange County.

(ii) The remainder of the amount transferred under this clause in each calendar year shall be transferred to Radius Indiana or a successor regional entity or partnership for the development and implementation of a regional economic development strategy to assist the residents of Orange County and the counties contiguous to Orange County in improving their quality of life and to help promote successful and sustainable communities.

To the extent possible, the Indiana economic development corporation shall provide for the transfer under item (i) to be made in four (4) equal installments. However, an amount sufficient to meet current obligations to retire or refinance indebtedness or leases for which tax revenues under this section were pledged before January 1, 2015, by the Orange County development commission shall be paid to the Orange County development commission before making distributions to the South Central Indiana Regional Economic Development Corporation and Radius Indiana or their successor entities or partnerships. The amount paid to the Orange County development commission shall proportionally reduce the amount payable to the South Central Indiana Regional Economic Development Corporation and Radius Indiana or their successor entities or partnerships.

(c) This subsection does not apply to tax revenue remitted by an inland casino operating in Vigo County. For each city and county receiving money under subsection (a)(2), the state comptroller shall determine the total amount of money paid by the state comptroller to the city or county during the state fiscal year 2002. The amount determined is the base year revenue for the city or county. The state comptroller shall certify the base year revenue determined under this subsection to the city or county. The total amount of money distributed to a city or county under this section during a state fiscal year may not exceed the entity's base year revenue. For each state fiscal year, the state comptroller shall pay that part of the riverboat wagering taxes that:

- (1) exceeds a particular city's or county's base year revenue; and
- (2) would otherwise be due to the city or county under this section;

to the state general fund instead of to the city or county.

(d) Except as provided in subsections (k) and (l), before August 15



of each year, the state comptroller shall distribute the wagering taxes set aside for revenue sharing under subsection (a)(1) to the county treasurer of each county that does not have a riverboat according to the ratio that the county's population bears to the total population of the counties that do not have a riverboat. Except as provided in subsection (g), the county auditor shall distribute the money received by the county under this subsection as follows:

(1) To each city located in the county according to the ratio the city's population bears to the total population of the county.

(2) To each town located in the county according to the ratio the town's population bears to the total population of the county.

(3) After the distributions required in subdivisions (1) and (2) are made, the remainder shall be retained by the county.

(e) Money received by a city, town, or county under subsection (d) or (g) may be used for any of the following purposes:

(1) To reduce the property tax levy of the city, town, or county for a particular year (a property tax reduction under this subdivision does not reduce the maximum levy of the city, town, or county under IC 6-1.1-18.5).

(2) For deposit in a special fund or allocation fund created under IC 8-22-3.5, IC 36-7-14, IC 36-7-14.5, IC 36-7-15.1, and IC 36-7-30 to provide funding for debt repayment.

(3) To fund sewer and water projects, including storm water management projects.

(4) For police and fire pensions.

(5) To carry out any governmental purpose for which the money is appropriated by the fiscal body of the city, town, or county. Money used under this subdivision does not reduce the property tax levy of the city, town, or county for a particular year or reduce the maximum levy of the city, town, or county under IC 6-1.1-18.5.

(f) This subsection does not apply to an inland casino operating in Vigo County. Before July 15 of each year, the state comptroller shall determine the total amount of money distributed to an entity under IC 4-33-12-6 or IC 4-33-12-8 during the preceding state fiscal year. If the state comptroller determines that the total amount of money distributed to an entity under IC 4-33-12-6 or IC 4-33-12-8 during the preceding state fiscal year was less than the entity's base year revenue (as determined under IC 4-33-12-9), the state comptroller shall make a supplemental distribution to the entity from taxes collected under this chapter and deposited into the state general fund. Except as provided in subsection (h), the amount of an entity's supplemental distribution



is equal to:

- (1) the entity's base year revenue (as determined under IC 4-33-12-9); minus
- (2) the sum of:
 - (A) the total amount of money distributed to the entity and constructively received by the entity during the preceding state fiscal year under IC 4-33-12-6 or IC 4-33-12-8; plus
 - (B) the amount of any admissions taxes deducted under IC 6-3.1-20-7.

(g) This subsection applies only to Marion County. The county auditor shall distribute the money received by the county under subsection (d) as follows:

- (1) To each city, other than the consolidated city, located in the county according to the ratio that the city's population bears to the total population of the county.
- (2) To each town located in the county according to the ratio that the town's population bears to the total population of the county.
- (3) After the distributions required in subdivisions (1) and (2) are made, the remainder shall be paid in equal amounts to the consolidated city and the county.

(h) This subsection does not apply to an inland casino operating in Vigo County. This subsection applies to a supplemental distribution made after June 30, 2017. The maximum amount of money that may be distributed under subsection (f) in a state fiscal year is equal to the following:

- (1) Before July 1, 2021, forty-eight million dollars (\$48,000,000).
- (2) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is equal to or greater than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020, the maximum amount is forty-eight million dollars (\$48,000,000).
- (3) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is less than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020, the maximum amount is equal to the result of:
 - (A) forty-eight million dollars (\$48,000,000); multiplied by
 - (B) the result of:



- (i) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year; divided by
- (ii) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020.

If the total amount determined under subsection (f) exceeds the maximum amount determined under this subsection, the amount distributed to an entity under subsection (f) must be reduced according to the ratio that the amount distributed to the entity under IC 4-33-12-6 or IC 4-33-12-8 bears to the total amount distributed under IC 4-33-12-6 and IC 4-33-12-8 to all entities receiving a supplemental distribution.

(i) This subsection applies to a supplemental distribution, if any, payable to Lake County, Hammond, Gary, or East Chicago under subsections (f) and (h). Beginning in July 2016, the state comptroller shall, after making any deductions from the supplemental distribution required by IC 6-3.1-20-7, deduct from the remainder of the supplemental distribution otherwise payable to the unit under this section the lesser of:

- (1) the remaining amount of the supplemental distribution; or
- (2) the difference, if any, between:
 - (A) three million five hundred thousand dollars (\$3,500,000); minus
 - (B) the amount of admissions taxes constructively received by the unit in the previous state fiscal year.

The state comptroller shall distribute the amounts deducted under this subsection to the northwest Indiana ~~redevelopment~~ **regional development** authority established under IC 36-7.5-2-1 for deposit in the development authority revenue fund established under IC 36-7.5-4-1.

- (j) Money distributed to a political subdivision under subsection (b):
 - (1) must be paid to the fiscal officer of the political subdivision and may be deposited in the political subdivision's general fund (in the case of a school corporation, the school corporation may deposit the money into either the education fund (IC 20-40-2) or the operations fund (IC 20-40-18)) or riverboat fund established under IC 36-1-8-9, or both;
 - (2) may not be used to reduce the maximum levy under IC 6-1.1-18.5 of a county, city, or town or the maximum tax rate of a school corporation, but, except as provided in subsection (b)(3)(B), may be used at the discretion of the political



subdivision to reduce the property tax levy of the county, city, or town for a particular year;

(3) except as provided in subsection (b)(3)(B), may be used for any legal or corporate purpose of the political subdivision, including the pledge of money to bonds, leases, or other obligations under IC 5-1-14-4; and

(4) is considered miscellaneous revenue.

Money distributed under subsection (b)(3)(B) must be used for the purposes specified in subsection (b)(3)(B).

(k) After June 30, 2020, the amount of wagering taxes that would otherwise be distributed to South Bend under subsection (d) shall be deposited as being received from all riverboats whose supplemental wagering tax, as calculated under IC 4-33-12-1.5(b), is over three and five-tenths percent (3.5%). The amount deposited under this subsection, in each riverboat's account, is proportionate to the supplemental wagering tax received from that riverboat under IC 4-33-12-1.5 in the month of July. The amount deposited under this subsection must be distributed in the same manner as the supplemental wagering tax collected under IC 4-33-12-1.5. This subsection expires June 30, 2021.

(l) After June 30, 2021, the amount of wagering taxes that would otherwise be distributed to South Bend under subsection (d) shall be withheld and deposited in the state general fund.

SECTION 8. IC 4-33-13-5.4, AS ADDED BY P.L.169-2025, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5.4. (a) This section applies to each state fiscal year beginning after June 30, 2026.

(b) As used in this section, "qualified city" refers to East Chicago, Hammond, or Michigan City.

(c) As used in this section, "supplemental payment statute" refers to IC 4-33-13-5.3, as in effect on January 1, 2025.

(d) Subject to subsections (i) and (j), a qualified city is entitled to supplemental payments under this section for amounts not paid in state fiscal years 2022, 2023, 2024, and 2025 under the supplemental payment statute. The state comptroller shall determine the total amount of supplemental payments to which each qualified city is entitled as follows:

(1) In the case of East Chicago, an amount equal to the sum of the following:

(A) Six million four hundred seventy-four thousand two hundred seventy-four dollars (\$6,474,274).

(B) The amount, if any, for state fiscal year 2025 for which



East Chicago is eligible under the supplemental payment statute.

(2) In the case of Michigan City, an amount equal to the sum of the following:

(A) Five million seven hundred fifty-two thousand one hundred twenty-five dollars (\$5,752,125).

(B) The amount, if any, for state fiscal year 2025 for which Michigan City is eligible under the supplemental payment statute.

(3) In the case of Hammond, an amount equal to the amount, if any, for state fiscal year 2025 for which Hammond is eligible under the supplemental payment statute.

(e) Subject to subsections (j) and (l), each month, **after deducting the amount required under section 5(a)(2)(C)(i) of this chapter**, the state comptroller shall deduct an amount otherwise payable to Gary under section ~~5(a)(2)~~ **5(a)(2)(C)** of this chapter, if any, for the purpose of this chapter, not to exceed a total of two million dollars (\$2,000,000) for the state fiscal year.

(f) Subject to subsections (i), (j), and (l), the state comptroller shall annually distribute supplemental payments to each qualified city, on a monthly basis, based on:

(1) the amount deducted under subsection (e) in the preceding month; and

(2) one-twelfth (1/12) of the amount appropriated from the state general fund under subsection (k).

(g) Money for the supplemental payments is sourced from:

(1) the total amount deducted under subsection (e) in the state fiscal year; plus

(2) money appropriated by the general assembly for the state fiscal year for the purpose of making supplemental payments under this section.

(h) The state comptroller shall make a supplemental payment in each state fiscal year to each qualified city in an amount determined under the last STEP of the following formula:

STEP ONE: Divide the:

(A) total amount determined under subsection (d) for the qualified city; by

(B) aggregate amount of supplemental payments for all qualified cities determined under subsection (d).

STEP TWO: Multiply the:

(A) STEP ONE result; by

(B) amount of money to be used for supplemental payments in



the state fiscal year under subsections (f) and (g).

(i) A qualified city may not receive a supplemental payment in excess of the amount determined under subsection (d) for the qualified city.

(j) The total amount of supplemental payments made to qualified cities in all state fiscal years may not exceed the aggregate amount of supplemental payments determined under subsection (d).

(k) There is appropriated from the state general fund to the gaming fund two million dollars (\$2,000,000) in each state fiscal year beginning after June 30, 2026, which may only be used to make supplemental payments. Any amount not needed to make a supplemental payment in a state fiscal year reverts to the state general fund at the close of the state fiscal year and may not be used for any other purpose.

(l) After the total amount of all supplemental payments to qualified cities determined in subsection (d) have been made under this chapter, the state comptroller shall continue, each month, **after deducting the amount required under section 5(a)(2)(C)(i) of this chapter**, to deduct an amount otherwise payable to Gary under section ~~5(a)(2)~~ **5(a)(2)(C)** of this chapter as set forth in subsection (e) not to exceed a total of two million dollars (\$2,000,000) for the state fiscal year for the purpose of repaying to the state the total amounts appropriated from the state general fund under subsection (k) and paid to qualified cities as supplemental payments under this chapter. The state comptroller shall cease the deductions under this subsection on the date that the total amounts appropriated from the state general fund under subsection (k) and paid to qualified cities have been repaid.

(m) This section expires July 1, 2039."

Page 1, line 6, after "person" insert "**defined as a municipal adviser under Section 15B of the Securities Exchange Act.**"

Page 1, delete lines 7 through 15.

Page 2, delete lines 1 through 5.

Page 2, line 28, delete "competitive process" and insert "**request for proposals**".

Page 2, line 29, delete "two (2)" and insert "**three (3)**".

Page 2, line 29, delete "The competitive" and insert "**The request for proposals must include a scope of services and an evaluation criteria outline.**"

Page 2, delete lines 30 through 34.

Page 2, line 37, delete "website." and insert "**website and on the department of local government finance's computer gateway.**"

Page 3, between lines 32 and 33, begin a new paragraph and insert:



"SECTION 12. IC 6-1.1-1-8.7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 8.7. "Mobile home" has the meaning set forth in ~~IC 6-1.1-7-1~~. **IC 9-13-2-103.2. The term includes a manufactured home (as defined in IC 9-13-2-96(a))."**

Page 9, between lines 38 and 39, begin a new paragraph and insert:

"SECTION 18. IC 6-1.1-7-1, AS AMENDED BY P.L.23-2024, SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 1. (a) Except as provided in IC 6-1.1-10.5, mobile homes which are located within this state on the assessment date of a year shall be assessed and taxed for that year in the manner provided in this chapter. If a provision of this chapter conflicts with another provision of this article, the provision of this chapter controls with respect to the assessment and taxation of mobile homes.

(b) For purposes of this chapter, "mobile home" means a dwelling which:

- (1) is factory assembled;
- (2) is transportable;
- (3) is intended for year around occupancy;
- (4) exceeds thirty-five (35) feet in length; and
- (5) is designed either for transportation on its own chassis or placement on a temporary foundation: **has the meaning set forth in IC 9-13-2-103.2. The term includes a manufactured home (as defined in IC 9-13-2-96(a))."**

Page 10, delete lines 8 through 42, begin a new paragraph and insert:

"SECTION 20. IC 6-1.1-8-24.5, AS AMENDED BY P.L.230-2025, SECTION 22, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 24.5. The department of local government finance shall annually determine and release a solar land base rate for the north region, the central region, and the south region of the state as follows:

- (1) For each region, the department shall determine the median true tax value per acre of all land in the region classified under the utility property class codes of the department of local government finance for the immediately preceding assessment date. ~~For purposes of these determinations, the department shall exclude any land classified under the department's utility property class codes that is assessed using the agricultural base rate for the immediately preceding assessment date.~~
- (2) The department shall release the department's annual determination of the solar land base rates on or before December 1 of each year."



Page 11, delete lines 1 through 19.

Page 12, delete lines 3 through 42, begin a new paragraph and insert:

"SECTION 23. IC 6-1.1-10.3-3, AS AMENDED BY P.L.68-2025, SECTION 16, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 3. As used in this chapter, "exemption ordinance" refers to an ordinance adopted under section 5 of this chapter by a local income tax council (before July 1, ~~2027~~) **2028**) or by a county adopting body specified in IC 6-3.6-3-1(a) (after June 30, ~~2027~~): **2028**).

SECTION 24. IC 6-1.1-10.5-1, AS ADDED BY P.L.23-2024, SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 1. (a) This chapter applies to ~~mobile homes~~ **and** manufactured homes that are assessed under IC 6-1.1-7.

(b) This chapter does not apply to ~~mobile homes and~~ manufactured homes that are assessed as:

- (1) inventory; or
- (2) real property;

under this article and in accordance with rules adopted by the department of local government finance.

SECTION 25. IC 6-1.1-10.5-4, AS ADDED BY P.L.23-2024, SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 4. As used in this chapter, "manufactured home" has the meaning set forth in ~~IC 9-13-2-96~~. **IC 9-13-2-96(a). The term includes a mobile home (as defined in IC 9-13-2-103.2).**

SECTION 26. IC 6-1.1-10.5-5, AS ADDED BY P.L.23-2024, SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. As used in this chapter, "mobile home" has the meaning set forth in ~~IC 6-1.1-7-1(b)~~. **IC 9-13-2-103.2. The term includes a manufactured home (as defined in IC 9-13-2-96(a)).**

SECTION 27. IC 6-1.1-12-13, AS AMENDED BY P.L.230-2025, SECTION 31, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 13. (a) Except as provided in section 40.5 of this chapter, an individual may have twenty-four thousand nine hundred sixty dollars (\$24,960) deducted from the assessed value of the taxable tangible property that the individual owns, or real property, a mobile home not assessed as real property, or a manufactured home not assessed as real property that the individual is buying under a contract that provides that the individual is to pay property taxes on the real property, mobile home, or manufactured home, if the contract or a memorandum of the contract is recorded in the county recorder's office and if:

- (1) the individual served in the military or naval forces of the



- United States during any of its wars;
- (2) the individual received an honorable discharge;
- (3) the individual has a disability with a service connected disability of ten percent (10%) or more;
- (4) the individual's disability is evidenced by:
- (A) a pension certificate, an award of compensation, or a disability compensation check issued by the United States Department of Veterans Affairs; or
- (B) a certificate of eligibility issued to the individual by the Indiana department of veterans' affairs after the Indiana department of veterans' affairs has determined that the individual's disability qualifies the individual to receive a deduction under this section; and
- (5) the individual:
- (A) owns the real property, mobile home, or manufactured home; or
- (B) is buying the real property, mobile home, or manufactured home under contract;
- on the date the statement required by section 15 of this chapter is filed.

(b) The surviving spouse of an individual may receive the deduction provided by this section if the individual satisfied the requirements of subsection (a)(1) through (a)(4) at the time of death and the surviving spouse satisfies the requirement of subsection (a)(5) at the time the deduction statement is filed. The surviving spouse is entitled to the deduction regardless of whether the property for which the deduction is claimed was owned by the deceased veteran or the surviving spouse before the deceased veteran's death.

(c) One who receives the deduction provided by this section may not receive the deduction provided by section 16 of this chapter. However, the individual may receive any other property tax deduction which the individual is entitled to by law.

(d) An individual who has sold real property, a mobile home not assessed as real property, or a manufactured home not assessed as real property to another person under a contract that provides that the contract buyer is to pay the property taxes on the real property, mobile home, or manufactured home may not claim the deduction provided under this section against that real property, mobile home, or manufactured home.

(e) This section applies only to property taxes imposed for an assessment date before January 1, 2026.

(f) This section expires January 1, 2028.



SECTION 28. IC 6-1.1-12-14, AS AMENDED BY P.L.230-2025, SECTION 32, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 14. (a) ~~Except as provided in subsection (c) and~~ Except as provided in section 40.5 of this chapter, an individual may have ~~the sum of fourteen thousand dollars (\$14,000)~~ **one hundred percent (100%) of the assessed value** deducted from the assessed value of the real property, mobile home not assessed as real property, or manufactured home not assessed as real property that the individual owns (or the real property, mobile home not assessed as real property, or manufactured home not assessed as real property that the individual is buying under a contract that provides that the individual is to pay property taxes on the real property, mobile home, or manufactured home if the contract or a memorandum of the contract is recorded in the county recorder's office) **and uses as the individual's primary residence** if:

- (1) the individual served in the military or naval forces of the United States for at least ninety (90) days;
- (2) the individual received an honorable discharge;
- (3) the individual ~~either:~~
 - ~~(A) has a total disability; or~~
 - ~~(B) is at least sixty-two (62) years old and has a disability of at least ten percent (10%);~~
- (4) the individual's disability is evidenced by:
 - (A) a pension certificate or an award of compensation issued by the United States Department of Veterans Affairs; or
 - (B) a certificate of eligibility issued to the individual by the Indiana department of veterans' affairs after the Indiana department of veterans' affairs has determined that the individual's disability qualifies the individual to receive a deduction under this section; ~~and~~
- (5) the individual:
 - (A) owns the real property, mobile home, or manufactured home; or
 - (B) is buying the real property, mobile home, or manufactured home under contract;

on the date the statement required by section 15 of this chapter is filed; **and**

(6) the individual has resided in Indiana for at least one (1) year before the assessment date for which the deduction under this section is claimed.

(b) ~~Except as provided in subsections (c) and (d);~~ The surviving spouse of an individual may receive the deduction provided by this



section if

(1) the individual satisfied the requirements of subsection (a)(1) through (a)(4) at the time of death or

(2) the individual:

(A) was killed in action;

(B) died while serving on active duty in the military or naval forces of the United States; or

(C) died while performing inactive duty training in the military or naval forces of the United States; and

the surviving spouse satisfies the requirement of subsection (a)(5) at the time the deduction statement is filed. The surviving spouse is entitled to the deduction regardless of whether the property for which the deduction is claimed was owned by the deceased veteran or the surviving spouse before the deceased veteran's death. **However, a surviving spouse is no longer eligible for the deduction under this section if the surviving spouse subsequently remarries.**

(c) Except as provided in subsection (f), no one is entitled to the deduction provided by this section if the assessed value of the individual's Indiana real property; Indiana mobile home not assessed as real property; and Indiana manufactured home not assessed as real property, as shown by the tax duplicate, exceeds the assessed value limit specified in subsection (d):

(d) Except as provided in subsection (f), for the:

(1) January 1, 2017; January 1, 2018; and January 1, 2019; assessment dates, the assessed value limit for purposes of subsection (c) is one hundred seventy-five thousand dollars (\$175,000);

(2) January 1, 2020; January 1, 2021; January 1, 2022; and January 1, 2023; assessment dates, the assessed value limit for purposes of subsection (c) is two hundred thousand dollars (\$200,000); and

(3) January 1, 2024, assessment date and for each assessment date thereafter, the assessed value limit for purposes of subsection (c) is two hundred forty thousand dollars (\$240,000):

(e) (c) An individual who has sold real property, a mobile home not assessed as real property, or a manufactured home not assessed as real property to another person under a contract that provides that the contract buyer is to pay the property taxes on the real property, mobile home, or manufactured home may not claim the deduction provided under this section against that real property, mobile home, or manufactured home.

(f) For purposes of determining the assessed value of the real



property; mobile home; or manufactured home under subsection (d) for an individual who has received a deduction under this section in a previous year; increases in assessed value that occur after the later of:

(1) December 31, 2019; or

(2) the first year that the individual has received the deduction; are not considered unless the increase in assessed value is attributable to substantial renovation or new improvements. Where there is an increase in assessed value for purposes of the deduction under this section, the assessor shall provide a report to the county auditor describing the substantial renovation or new improvements, if any, that were made to the property prior to the increase in assessed value.

SECTION 29. IC 6-1.1-12-14.5, AS AMENDED BY P.L.230-2025, SECTION 33, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 14.5. (a) As used in this section, "homestead" has the meaning set forth in section 37 of this chapter.

(b) An individual may claim a deduction from the assessed value of the individual's homestead if:

- (1) the individual served in the military or naval forces of the United States for at least ninety (90) days;
- (2) the individual received an honorable discharge;
- (3) the individual has a disability of at least fifty percent (50%);
- (4) the individual's disability is evidenced by:
 - (A) a pension certificate or an award of compensation issued by the United States Department of Veterans Affairs; or
 - (B) a certificate of eligibility issued to the individual by the Indiana department of veterans' affairs after the Indiana department of veterans' affairs has determined that the individual's disability qualifies the individual to receive a deduction under this section; and

(5) the homestead was conveyed without charge to the individual who is the owner of the homestead by an organization that is exempt from income taxation under the federal Internal Revenue Code.

(c) If an individual is entitled to a deduction from assessed value under subsection (b) for the individual's homestead, the amount of the deduction is determined as follows:

- (1) If the individual is totally disabled, the deduction is equal to one hundred percent (100%) of the assessed value of the homestead.
- (2) If the individual has a disability of at least ninety percent (90%) but the individual is not totally disabled, the deduction is



equal to ninety percent (90%) of the assessed value of the homestead.

(3) If the individual has a disability of at least eighty percent (80%) but less than ninety percent (90%), the deduction is equal to eighty percent (80%) of the assessed value of the homestead.

(4) If the individual has a disability of at least seventy percent (70%) but less than eighty percent (80%), the deduction is equal to seventy percent (70%) of the assessed value of the homestead.

(5) If the individual has a disability of at least sixty percent (60%) but less than seventy percent (70%), the deduction is equal to sixty percent (60%) of the assessed value of the homestead.

(6) If the individual has a disability of at least fifty percent (50%) but less than sixty percent (60%), the deduction is equal to fifty percent (50%) of the assessed value of the homestead.

(d) An individual who claims a deduction under this section for an assessment date may not also claim a deduction under section 13 **(before its expiration)** or 14 of this chapter for that same assessment date.

(e) An individual who desires to claim the deduction under this section must claim the deduction in the manner specified by the department of local government finance.

SECTION 30. IC 6-1.1-12-15, AS AMENDED BY P.L.230-2025, SECTION 34, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 15. (a) Except as provided in section 17.8 of this chapter and subject to section 45 of this chapter, an individual who desires to claim the deduction provided by section ~~13~~ **or** 14 of this chapter must file a statement with the auditor of the county in which the ~~individual resides;~~ **property is located.** To obtain the deduction for a desired calendar year in which property taxes are first due and payable, the statement must be completed, dated, and filed with the county auditor on or before January 15 of the calendar year in which the property taxes are first due and payable. The statement may be filed in person or by mail. If mailed, the mailing must be postmarked on or before the last day for filing. The statement shall contain a sworn declaration that the individual is entitled to the deduction.

(b) In addition to the statement, the individual shall submit to the county auditor for the auditor's inspection:

~~(1) a pension certificate, an award of compensation, or a disability compensation check issued by the United States Department of Veterans Affairs if the individual claims the deduction provided by section 13 of this chapter;~~



~~(2)~~ (1) a pension certificate or an award of compensation issued by the United States Department of Veterans Affairs if the individual claims the deduction provided by section 14 of this chapter; or

~~(3)~~ (2) the appropriate certificate of eligibility issued to the individual by the Indiana department of veterans' affairs if the individual claims the deduction provided by section ~~13~~ or 14 of this chapter.

(c) If the individual claiming the deduction is under guardianship, the guardian shall file the statement required by this section. If a deceased veteran's surviving spouse is claiming the deduction, the surviving spouse shall provide the documentation necessary to establish that at the time of death the deceased veteran satisfied the requirements of ~~section 13(a)(1) through 13(a)(4) of this chapter;~~ section 14(a)(1) through 14(a)(4) of this chapter or section 14(b)(2) of this chapter, whichever applies.

(d) If the individual claiming a deduction under section ~~13~~ or 14 of this chapter is buying real property, a mobile home not assessed as real property, or a manufactured home not assessed as real property under a contract that provides that the individual is to pay property taxes for the real estate, mobile home, or manufactured home, the statement required by this section must contain the record number and page where the contract or memorandum of the contract is recorded.

SECTION 31. IC 6-1.1-12-16, AS AMENDED BY P.L.68-2025, SECTION 28, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)]: Sec. 16. (a) Except as provided in section 40.5 of this chapter, a surviving spouse may have the sum of eighteen thousand seven hundred twenty dollars (\$18,720) deducted from the assessed value of the surviving spouse's tangible property, or real property, mobile home not assessed as real property, or manufactured home not assessed as real property that the surviving spouse is buying under a contract that provides that the surviving spouse is to pay property taxes on the real property, mobile home, or manufactured home, if the contract or a memorandum of the contract is recorded in the county recorder's office, and if:

- (1) the deceased spouse served in the military or naval forces of the United States before November 12, 1918;
- (2) the deceased spouse received an honorable discharge; and
- (3) the surviving spouse:
 - (A) owns the real property, mobile home, or manufactured home; or
 - (B) is buying the real property, mobile home, or manufactured



home under contract;
on the date the statement required by section 17 of this chapter is filed.

(b) A surviving spouse who receives the deduction provided by this section may not receive the deduction provided by section 13 (**before its expiration**) of this chapter. However, the surviving spouse may receive any other deduction which the surviving spouse is entitled to by law.

(c) An individual who has sold real property, a mobile home not assessed as real property, or a manufactured home not assessed as real property to another person under a contract that provides that the contract buyer is to pay the property taxes on the real property, mobile home, or manufactured home may not claim the deduction provided under this section against that real property, mobile home, or manufactured home.

~~(d) This section applies only to property taxes imposed for an assessment date before January 1, 2025.~~

~~(e) This section expires January 1, 2027.~~

SECTION 32. IC 6-1.1-12-17, AS AMENDED BY P.L.68-2025, SECTION 29, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)]: Sec. 17. ~~(a)~~ Except as provided in section 17.8 of this chapter and subject to section 45 of this chapter, a surviving spouse who desires to claim the deduction provided by section 16 of this chapter must file a statement with the auditor of the county in which the surviving spouse resides. To obtain the deduction for a desired calendar year in which property taxes are first due and payable, the statement must be completed, dated, and filed with the county auditor on or before January 15 of the calendar year in which the property taxes are first due and payable. The statement may be filed in person or by mail. If mailed, the mailing must be postmarked on or before the last day for filing. The statement shall contain:

- (1) a sworn statement that the surviving spouse is entitled to the deduction; and
- (2) the record number and page where the contract or memorandum of the contract is recorded, if the individual is buying the real property on a contract that provides that the individual is to pay property taxes on the real property.

In addition to the statement, the surviving spouse shall submit to the county auditor for the auditor's inspection a letter or certificate from the United States Department of Veterans Affairs establishing the service of the deceased spouse in the military or naval forces of the United States before November 12, 1918.



(b) This section applies only to property taxes imposed for an assessment date before January 1, 2025.

(c) This section expires January 1, 2027.

SECTION 33. IC 6-1.1-12-17.8, AS AMENDED BY THE TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)]: Sec. 17.8. (a) An individual who receives a deduction provided under section 9 (before its expiration), 11 (before its expiration), 13 (**before its expiration**), 14, 16, (~~before its expiration~~); 17.4 (before its expiration), or 37 of this chapter in a particular year and who remains eligible for the deduction in the following year is not required to file a statement to apply for the deduction in the following year. However, for purposes of a deduction under section 37 of this chapter, the county auditor may, in the county auditor's discretion, terminate the deduction for assessment dates after January 15, 2012, if the individual does not comply with the requirement in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015), as determined by the county auditor, before January 1, 2013. Before the county auditor terminates the deduction because the taxpayer claiming the deduction did not comply with the requirement in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015) before January 1, 2013, the county auditor shall mail notice of the proposed termination of the deduction to:

- (1) the last known address of each person liable for any property taxes or special assessment, as shown on the tax duplicate or special assessment records; or
- (2) the last known address of the most recent owner shown in the transfer book.

(b) An individual who receives a deduction provided under section 9 (before its expiration), 11 (before its expiration), 13 (**before its expiration**), 14, 16, (~~before its expiration~~); or 17.4 (before its expiration) of this chapter in a particular year and who becomes ineligible for the deduction in the following year shall notify the auditor of the county in which the real property, mobile home, or manufactured home for which the individual claims the deduction is located of the individual's ineligibility in the year in which the individual becomes ineligible. An individual who becomes ineligible for a deduction under section 37 of this chapter shall notify the county auditor of the county in which the property is located in conformity with section 37 of this chapter.

(c) The auditor of each county shall, in a particular year, apply a deduction provided under section 9 (before its expiration), 11 (before



its expiration), 13 (**before its expiration**), 14, 16, (~~before its expiration~~), 17.4 (before its expiration), or 37 of this chapter to each individual who received the deduction in the preceding year unless the auditor determines that the individual is no longer eligible for the deduction.

(d) An individual who receives a deduction provided under section 9 (before its expiration), 11 (before its expiration), 13 (**before its expiration**), 14, 16, (~~before its expiration~~), 17.4 (before its expiration), or 37 of this chapter for property that is jointly held with another owner in a particular year and remains eligible for the deduction in the following year is not required to file a statement to reapply for the deduction following the removal of the joint owner if:

- (1) the individual is the sole owner of the property following the death of the individual's spouse; or
- (2) the individual is the sole owner of the property following the death of a joint owner who was not the individual's spouse.

If a county auditor terminates a deduction under section 9 of this chapter (before its expiration), a deduction under section 37 of this chapter, or a credit under IC 6-1.1-20.6-8.5 after June 30, 2017, and before May 1, 2019, because the taxpayer claiming the deduction or credit did not comply with a requirement added to this subsection by P.L.255-2017 to reapply for the deduction or credit, the county auditor shall reinstate the deduction or credit if the taxpayer provides proof that the taxpayer is eligible for the deduction or credit and is not claiming the deduction or credit for any other property.

(e) A trust entitled to a deduction under section 9 (before its expiration), 11 (before its expiration), 13 (**before its expiration**), 14, 16, (~~before its expiration~~), 17.4 (before its expiration), or 37 of this chapter for real property owned by the trust and occupied by an individual in accordance with section 17.9 of this chapter (~~before its expiration~~) is not required to file a statement to apply for the deduction, if:

- (1) the individual who occupies the real property receives a deduction provided under section 9 (before its expiration), 11 (before its expiration), 13 (**before its expiration**), 14, 16, (~~before its expiration~~), 17.4 (before its expiration), or 37 of this chapter in a particular year; and
- (2) the trust remains eligible for the deduction in the following year.

However, for purposes of a deduction under section 37 of this chapter, the individuals that qualify the trust for a deduction must comply with the requirement in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015)



before January 1, 2013.

(f) A cooperative housing corporation (as defined in 26 U.S.C. 216) that is entitled to a deduction under section 37 of this chapter in the immediately preceding calendar year for a homestead (as defined in section 37 of this chapter) is not required to file a statement to apply for the deduction for the current calendar year if the cooperative housing corporation remains eligible for the deduction for the current calendar year. However, the county auditor may, in the county auditor's discretion, terminate the deduction for assessment dates after January 15, 2012, if the individual does not comply with the requirement in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015), as determined by the county auditor, before January 1, 2013. Before the county auditor terminates a deduction because the taxpayer claiming the deduction did not comply with the requirement in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015) before January 1, 2013, the county auditor shall mail notice of the proposed termination of the deduction to:

- (1) the last known address of each person liable for any property taxes or special assessment, as shown on the tax duplicate or special assessment records; or
- (2) the last known address of the most recent owner shown in the transfer book.

(g) An individual who:

- (1) was eligible for a homestead credit under IC 6-1.1-20.9 (repealed) for property taxes imposed for the March 1, 2007, or January 15, 2008, assessment date; or
- (2) would have been eligible for a homestead credit under IC 6-1.1-20.9 (repealed) for property taxes imposed for the March 1, 2008, or January 15, 2009, assessment date if IC 6-1.1-20.9 had not been repealed;

is not required to file a statement to apply for a deduction under section 37 of this chapter if the individual remains eligible for the deduction in the current year. An individual who filed for a homestead credit under IC 6-1.1-20.9 (repealed) for an assessment date after March 1, 2007 (if the property is real property), or after January 1, 2008 (if the property is personal property), shall be treated as an individual who has filed for a deduction under section 37 of this chapter. However, the county auditor may, in the county auditor's discretion, terminate the deduction for assessment dates after January 15, 2012, if the individual does not comply with the requirement in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015), as determined by the county auditor, before January 1, 2013. Before the county auditor terminates the deduction because the taxpayer claiming the deduction did not comply with the requirement



in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015) before January 1, 2013, the county auditor shall mail notice of the proposed termination of the deduction to the last known address of each person liable for any property taxes or special assessment, as shown on the tax duplicate or special assessment records, or to the last known address of the most recent owner shown in the transfer book.

(h) If a county auditor terminates a deduction because the taxpayer claiming the deduction did not comply with the requirement in IC 6-1.1-22-8.1(b)(9) (expired January 1, 2015) before January 1, 2013, the county auditor shall reinstate the deduction if the taxpayer provides proof that the taxpayer is eligible for the deduction and is not claiming the deduction for any other property.

(i) A taxpayer described in section 37(r) of this chapter is not required to file a statement to apply for the deduction provided by section 37 of this chapter if the property owned by the taxpayer remains eligible for the deduction for that calendar year.

(j) A surviving spouse who received the deduction provided by section 16 of this chapter for the January 1, 2024, assessment date is not required to file a statement to reapply for the deduction to receive the deduction for the January 1, 2025, assessment date. The county auditor shall apply the deduction provided by section 16 of this chapter for the surviving spouse for the January 1, 2025, assessment date on the surviving spouse's property tax statement for property taxes first due and payable in 2026.

SECTION 34. IC 6-1.1-12-17.9, AS AMENDED BY P.L.230-2025, SECTION 36, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 17.9. A trust is entitled to a deduction under section 9 (before its expiration), 11 (before its expiration), 13 (**before its expiration**), ~~14~~, 16, (~~before its expiration~~); or 17.4 (before its expiration) of this chapter for real property owned by the trust and occupied by an individual if the county auditor determines that the individual:

(1) upon verification in the body of the deed or otherwise, has either:

(A) a beneficial interest in the trust; or

(B) the right to occupy the real property rent free under the terms of a qualified personal residence trust created by the individual under United States Treasury Regulation 25.2702-5(c)(2); and

(2) otherwise qualifies for the deduction."

Page 13, delete line 1.

Page 21, between lines 40 and 41, begin a new paragraph and insert:



"SECTION 36. IC 6-1.1-12-43, AS AMENDED BY P.L.230-2025, SECTION 37, AND AS AMENDED BY P.L.186-2025, SECTION 292, AND AS AMENDED BY THE TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL ASSEMBLY, IS CORRECTED AND AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)]: Sec. 43. (a) For purposes of this section:

- (1) "benefit" refers to a deduction under section 9 (before its expiration), 11 (before its expiration), 13, ~~(before its expiration)~~, 14, ~~(before its expiration)~~, 16, ~~(before its expiration)~~, 17.4 (before its expiration), 26 (before its expiration), 29 (before its expiration), 33 (before its expiration), 34 (before its expiration), 37, or 37.5 of this chapter;
- (2) "closing agent" means a person that closes a transaction;
- (3) "customer" means an individual who obtains a loan in a transaction; and
- (4) "transaction" means a single family residential:
 - (A) first lien purchase money mortgage transaction; or
 - (B) refinancing transaction.

(b) Before closing a transaction after December 31, 2004, a closing agent must provide to the customer the form referred to in subsection (c).

(c) ~~Before June 1, 2004,~~ The department of local government finance shall prescribe the form to be provided by closing agents to customers under subsection (b). The department shall make the form available to closing agents, county assessors, county auditors, and county treasurers in hard copy and electronic form. County assessors, county auditors, and county treasurers shall make the form available to the general public. The form must:

- (1) on one (1) side:
 - (A) list each benefit; and
 - (B) list the eligibility criteria for each benefit;
- (2) on the other side indicate:
 - (A) each action by and each type of documentation from the customer required to file for each benefit; and
 - (B) sufficient instructions and information to permit a party to terminate a standard deduction under section 37 of this chapter on any property on which the party or the spouse of the party will no longer be eligible for the standard deduction under section 37 of this chapter after the party or the party's spouse begins to reside at the property that is the subject of the closing, including an explanation of the tax consequences and applicable penalties, if a party unlawfully claims a standard



- deduction under section 37 of this chapter; and
- (3) be printed in one (1) of two (2) or more colors prescribed by the department of local government finance that distinguish the form from other documents typically used in a closing referred to in subsection (b).
- (d) A closing agent:
- (1) may reproduce the form referred to in subsection (c);
 - (2) in reproducing the form, must use a print color prescribed by the department of local government finance; and
 - (3) is not responsible for the content of the form referred to in subsection (c) and shall be held harmless by the department of local government finance from any liability for the content of the form.

(e) This subsection applies to a transaction that is closed after December 31, 2009. In addition to providing the customer the form described in subsection (c) before closing the transaction, a closing agent shall do the following as soon as possible after the closing, and within the time prescribed by the department of insurance under IC 27-7-3-15.5:

- (1) To the extent determinable, input the information described in IC 27-7-3-15.5(c)(2) into the system maintained by the department of insurance under IC 27-7-3-15.5.*
- (2) Submit the form described in IC 27-7-3-15.5(c) to the data base described in IC 27-7-3-15.5(c)(2)(D).*

(f) A closing agent to which this section applies shall document the closing agent's compliance with this section with respect to each transaction in the form of verification of compliance signed by the customer:

(g) Subject to IC 27-7-3-15.5(d), a closing agent is subject to a civil penalty of twenty-five dollars (\$25) for each instance in which the closing agent fails to comply with this section with respect to a customer. The penalty:

- (1) may be enforced by the state agency that has administrative jurisdiction over the closing agent in the same manner that the agency enforces the payment of fees or other penalties payable to the agency; and*
- (2) shall be paid into:*
 - (A) the state general fund, if the closing agent fails to comply with subsection (b); or*
 - (B) the home ownership education account established by IC 5-20-1-27, if the closing agent fails to comply with subsection (e) in a transaction that is closed after December*



~~31, 2009.~~

~~(h) A closing agent is not liable for any other damages claimed by a customer because of:~~

~~(1) the closing agent's mere failure to provide the appropriate document to the customer under subsection (b); or~~

~~(2) with respect to a transaction that is closed after December 31, 2009, the closing agent's failure to input the information or submit the form described in subsection (e).~~

~~(i) The state agency that has administrative jurisdiction over a closing agent shall:~~

~~(1) examine the closing agent to determine compliance with this section; and~~

~~(2) impose and collect penalties under subsection (g).~~

SECTION 37. IC 6-1.1-12-46, AS AMENDED BY P.L.230-2025, SECTION 38, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)]: Sec. 46. (a) This section applies to real property for an assessment date in 2011 or a later year if:

(1) the real property is not exempt from property taxation for the assessment date;

(2) title to the real property is transferred after the assessment date and on or before the December 31 that next succeeds the assessment date;

(3) the transferee of the real property applies for an exemption under IC 6-1.1-11 for the next succeeding assessment date; and

(4) the county property tax assessment board of appeals determines that the real property is exempt from property taxation for that next succeeding assessment date.

(b) For the assessment date referred to in subsection (a)(1), real property is eligible for any deductions for which the transferor under subsection (a)(2) was eligible for that assessment date under the following:

(1) IC 6-1.1-12-1 (before its repeal).

(2) IC 6-1.1-12-9 (before its expiration).

(3) IC 6-1.1-12-11 (before its expiration).

(4) IC 6-1.1-12-13 **(before its expiration)**.

(5) IC 6-1.1-12-14.

(6) IC 6-1.1-12-16. ~~(before its expiration)~~.

(7) IC 6-1.1-12-17.4 (before its expiration).

(8) IC 6-1.1-12-18 (before its expiration).

(9) IC 6-1.1-12-22 (before its expiration).

(10) IC 6-1.1-12-37.



(11) IC 6-1.1-12-37.5.

(c) For the payment date applicable to the assessment date referred to in subsection (a)(1), real property is eligible for the credit for excessive residential property taxes under IC 6-1.1-20.6 for which the transferor under subsection (a)(2) would be eligible for that payment date if the transfer had not occurred."

Page 26, line 5, strike "an opportunity for".

Page 26, strike line 6.

Page 26, line 7, strike "county auditor must give notice of the hearing under IC 5-3-1." and insert "**written notice of the amendment to the county fiscal body, the department of local government finance, and the fiscal officers of the affected taxing units within the county.**".

Page 26, line 9, after "shall" insert "**also**".

Page 26, line 10, strike "public hearing" and insert "**amendment**".

Page 26, after line 42, begin a new paragraph and insert:

"SECTION 46. IC 6-1.1-17-5.4, AS AMENDED BY P.L.230-2025, SECTION 42, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 5.4. (a) Not later than March 2 of each year, the fiscal officer of a political subdivision shall submit a statement to the department of local government finance attesting that the political subdivision uploaded any contract entered into during the immediately preceding year:

(1) if the total cost of the contract to the political subdivision exceeds fifty thousand dollars (\$50,000) during the term of the contract as required by IC 5-14-3.8-3.5(c); and

(2) related to the provision of fire services or emergency medical services to the Indiana transparency website as required by IC 5-14-3.8-3.5(d).

(b) The department of local government finance may not approve the budget of a political subdivision or a supplemental appropriation for a political subdivision until the political subdivision files the attestation under subsection (a).

SECTION 47. IC 6-1.1-18-28, AS AMENDED BY P.L.236-2023, SECTION 28, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 28. (a) **This section applies to a township if:**

(1) the township has previously submitted a petition, or petitions, under this section in any year after December 31, 2016;

(2) the sum of all adjustments determined under STEP THREE of subsection (c) for the petition or petitions described in subdivision (1) equals fifteen-hundredths (0.15);



and

(3) the percentage growth in the township's assessed value for the preceding year compared to the year immediately before the preceding year is:

(A) at least equal to the maximum levy growth quotient determined under IC 6-1.1-18.5-2 for the preceding year multiplied by two (2); and

(B) not more than maximum levy growth quotient determined under IC 6-1.1-18.5-2 for the preceding year multiplied by four (4).

(b) The executive of a township may, upon approval by the township fiscal body, submit a petition to the department of local government finance for an increase in the township's maximum permissible ad valorem property tax levy for its township firefighting and emergency services fund under IC 36-8-13-4(a)(1) or the levies for the township firefighting fund and township emergency services fund described in IC 36-8-13-4(a)(2), as applicable, for property taxes for any year for which a petition is submitted under this section.

~~(b)~~ **(c) Subject to subsection (e),** if the township submits a petition as provided in subsection ~~(a)~~ **(b)** before ~~April~~ **June** 1 of a year, the department of local government finance shall increase the township's maximum permissible ad valorem property tax levy for the township firefighting and emergency services fund under IC 36-8-13-4(a)(1) or the combined levies for the township firefighting fund and township emergency services fund described in IC 36-8-13-4(a)(2), as applicable, for property taxes first due and payable in the immediately succeeding year by using the following formula for purposes of subsection ~~(e)(2):~~ **(d)(2):**

STEP ONE: Determine the percentage increase in the population, as determined by the township fiscal body and as may be prescribed by the department of local government finance, that is within the fire protection and emergency services area of the township during the ten (10) year period immediately preceding the year in which the petition is submitted under subsection ~~(a)~~ **(b)**. The township fiscal body may use the most recently available population data issued by the Bureau of the Census during the ten (10) year period immediately preceding the petition.

STEP TWO: Determine the greater of zero (0) or the result of:

(A) the STEP ONE percentage; minus

(B) six percent (6%);

expressed as a decimal.

STEP THREE: Determine a rate that is the lesser of:



(A) fifteen-hundredths (0.15); or

(B) the STEP TWO result.

STEP FOUR: Reduce the STEP THREE rate by any rate increase in the township's property tax rate or rates for its township firefighting and emergency services fund, township firefighting fund, or township emergency services fund, as applicable, within the immediately preceding ten (10) year period that was made based on a petition submitted by the township under this section.

~~(c)~~ **(d)** The township's maximum permissible ad valorem property tax levy for its township firefighting and emergency services fund under IC 36-8-13-4(a)(1) or the combined levies for the township firefighting fund and township emergency services fund described in IC 36-8-13-4(a)(2) for property taxes first due and payable in a given year, as adjusted under this section, shall be calculated as:

(1) the amount of the ad valorem property tax levy increase for the township firefighting and emergency services fund under IC 36-8-13-4(a)(1) or the combined levies for the township firefighting fund and township emergency services fund described in IC 36-8-13-4(a)(2), as applicable, without regard to this section; plus

(2) an amount equal to the result of:

(A) the rate determined under the formula in subsection ~~(b)~~;

~~(c)~~; multiplied by

(B) the net assessed value of the fire protection and emergency services area divided by one hundred (100).

The calculation under this subsection shall be used in the determination of the township's maximum permissible ad valorem property tax levy under IC 36-8-13-4 for property taxes first due and payable in the first year of the increase and thereafter.

(e) Notwithstanding the rate limitation in STEP THREE of subsection (c), a township may submit a petition under subsection (b) to increase the township's maximum permissible ad valorem property tax levy for its township firefighting and emergency services fund under IC 36-8-13-4(a)(1) or the levies for the township firefighting fund and township emergency services fund described in IC 36-8-13-4(a)(2), as applicable, for property taxes first due and payable in the immediately succeeding year as determined under the formula under subsection (c), subject to the following:

(1) The amount determined under subsection (c) may not exceed the result of:

(A) the STEP TWO result in subsection (c); multiplied by



(B) eight-tenths (0.8).

(2) The rate, as adjusted under this section and as certified by the department of local government finance for the township's maximum permissible ad valorem property tax levy for:

(A) its township firefighting and emergency services fund under IC 36-8-13-4(a)(1); or

(B) the levies for the township firefighting fund and township emergency services fund described in IC 36-8-13-4(a)(2);

as applicable, may not exceed a rate determined by the formula under subsection (f).

(3) STEP FOUR of subsection (c) applies to any petition the executive of the township subsequently submits after submitting an initial petition after December 31, 2025, under this section.

(f) The rate limitation described in subsection (e)(2) shall be determined using the following formula:

STEP ONE: Determine the sum of:

(A) the rate certified by the department of local government finance for the current year for the township's:

(i) township firefighting and emergency services fund under IC 36-8-13-4(a)(1); or

(ii) the levies for the township firefighting fund and township emergency services fund described in IC 36-8-13-4(a)(2);

as applicable; plus

(B) the amount determined under STEP THREE of subsection (c).

STEP TWO: Determine the lesser of:

(A) twenty-hundredths (0.20); or

(B) the STEP ONE result."

Delete page 27.

Page 28, delete lines 1 through 19.

Page 32, between lines 3 and 4, begin a new paragraph and insert:

"SECTION 52. IC 6-1.1-18.5-33 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: **Sec. 33. (a) This section applies only to Miami Township in Cass County.**

(b) Subject to subsection (c), the executive of a township described in subsection (a) may, after approval by the fiscal body of the township, and before August 1, 2026, submit a petition to the



department of local government finance requesting an increase in the township's maximum permissible ad valorem property tax levy for property taxes first due and payable in 2027.

(c) Before the fiscal body of the township may approve a petition under subsection (b), the fiscal body of the township shall hold a public hearing on the petition. The fiscal body shall give notice of the public hearing under IC 5-3-1. At the public hearing, the fiscal body shall make available to the public the following:

- (1) A fiscal plan describing the need for the increase to the levy and the expenditures for which the revenue generated from the increase to the levy will be used.
- (2) A statement that the proposed increase will be a permanent increase to the township's maximum permissible ad valorem property tax levy.
- (3) The estimated effect of the proposed increase on taxpayers.

After the fiscal body approves the petition, the township shall immediately notify the other civil taxing units and school corporations in the county that are located in a taxing district where the township is also located.

(d) If the executive of the township submits a petition under subsection (b), the department of local government finance shall increase the maximum permissible ad valorem property tax levy for property taxes first due and payable in 2027 by twelve thousand one hundred sixty-seven dollars (\$12,167).

(e) The township's maximum permissible ad valorem property tax levy for property taxes first due and payable in 2027, as adjusted under this section, shall be used in the determination of the township's maximum permissible ad valorem property tax levy under IC 6-1.1-18.5 for property taxes first due and payable in 2028 and thereafter.

(f) This section expires June 30, 2029.

SECTION 53. IC 6-1.1-20.6-2.4, AS ADDED BY P.L.146-2008, SECTION 217, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2.4. As used in this chapter,

(1) "manufactured home" has the meaning set forth in ~~IC 22-12-1-16~~; and **IC 9-13-2-96(a). The term includes a mobile home (as defined in IC 9-13-2-103.2).**

(2) "mobile home" has the meaning set forth in ~~IC 16-41-27-4~~".

Page 37, delete lines 27 through 42, begin a new paragraph and insert:

"SECTION 60. IC 6-1.1-22-19, AS ADDED BY P.L.230-2025,



SECTION 50, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 19. (a) This section applies to real property tax statements provided to taxpayers after December 31, 2025.

(b) In a manner determined by the department of local government finance, the department of local government finance shall include on the coupon page of the property tax statement prescribed by the department of local government finance educational information regarding the eligibility and procedures for the following deductions and **credit credits** available to certain eligible taxpayers:

- (1) The deduction for a veteran with a partial disability under IC 6-1.1-12-13 **(before its expiration)**.
- (2) The deduction for a totally disabled veteran ~~or a veteran who is at least sixty-two (62) years of age who is partially disabled~~ under IC 6-1.1-12-14.
- (3) The deduction for a disabled veteran under IC 6-1.1-12-14.5.
- (4) The credit for a person sixty-five (65) years of age or older under IC 6-1.1-51.3-1.
- (5) The credit for a disabled veteran or a veteran who is at least sixty-two (62) years of age under IC 6-1.1-51.3-5.**
- (6) The credit for a veteran with a partial disability under IC 6-1.1-51.3-6."**

Page 38, delete line 1.

Page 42, between lines 28 and 29, begin a new paragraph and insert:

"SECTION 64. IC 6-1.1-37-4, AS AMENDED BY P.L.230-2025, SECTION 56, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 4. A person who makes a false statement, with intent to obtain the property tax deduction provided in either IC 6-1.1-12-13 **(before its expiration)** or IC 6-1.1-12-14 when the person is not entitled to the deduction, commits a Class B misdemeanor."

Page 46, delete lines 34 through 42, begin a new paragraph and insert:

"SECTION 67. IC 6-1.1-51.3-1, AS ADDED BY P.L.68-2025, SECTION 84, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 1. (a) An individual is entitled to a credit against local property taxes imposed on the individual's real property, or mobile home or manufactured home within the county, if:

- (1) the individual is at least sixty-five (65) years of age on or before December 31 of the calendar year preceding the year in which the credit is claimed;



(2) the individual has owned the real property, mobile home, or manufactured home for at least one (1) year before claiming the credit; or the individual has been buying the real property, mobile home, or manufactured home under a contract that provides that the individual is to pay the property taxes on the real property, mobile home, or manufactured home for at least one (1) year before claiming the credit, and the contract or a memorandum of the contract is recorded in the county recorder's office;

(3) the individual:

(A) owns the real property, mobile home, or manufactured home; or

(B) is buying the real property, mobile home, or manufactured home under contract;

on the date the credit is claimed; ~~and~~

(4) the:

(A) individual had, in the case of an individual who filed a single return, adjusted gross income (as defined in Section 62 of the Internal Revenue Code) not exceeding sixty thousand dollars (\$60,000);

(B) individual had, in the case of an individual who filed a joint income tax return with the individual's spouse, combined adjusted gross income (as defined in Section 62 of the Internal Revenue Code) not exceeding seventy thousand dollars (\$70,000); or

(C) combined adjusted gross income (as defined in Section 62 of the Internal Revenue Code) of the individual and all other individuals with whom:

(i) the individual shares ownership; or

(ii) the individual is purchasing the property under a contract;

as joint tenants or tenants in common did not exceed seventy thousand dollars (\$70,000);

for the calendar year preceding by two (2) years the calendar year in which the property taxes are first due and payable; **and**

(5) the individual resides on the real property, mobile home, or manufactured home.

(b) The amount of the credit is equal to one hundred fifty dollars (\$150).

(c) An individual may not be denied the credit provided under this section because the individual is absent from the real property, mobile home, or manufactured home while in a nursing home or hospital.

(d) For purposes of this section, if real property, a mobile home, or



a manufactured home is owned by:

- (1) tenants by the entirety;
- (2) joint tenants; or
- (3) tenants in common;

only one (1) credit may be allowed. However, the age requirement is satisfied if any one (1) of the tenants is at least sixty-five (65) years of age.

(e) A surviving spouse is entitled to the credit provided by this section if:

- (1) the surviving spouse is at least sixty (60) years of age on or before December 31 of the calendar year preceding the year in which the credit is claimed;
- (2) the surviving spouse's deceased husband or wife was at least sixty-five (65) years of age at the time of a death; and
- (3) the surviving spouse has not remarried.

(f) An individual who has sold real property to another person under a contract that provides that the contract buyer is to pay the property taxes on the real property may not claim the credit provided under this section against that real property.

(g) If individuals share ownership or are purchasing the property under a contract as joint tenants or tenants in common and all of the tenants are not at least sixty-five (65) years of age, the credit allowed under this section shall be reduced by an amount equal to the credit multiplied by a fraction. The numerator of the fraction is the number of tenants who are not at least sixty-five (65) years of age, and the denominator is the total number of tenants.

(h) An individual wishing to claim a credit under this section must file a statement, on forms prescribed by the department of local government finance, with the county auditor and provide documentation necessary to substantiate the individual's eligibility for the credit. The statement must be completed and dated on or before January 15 of the calendar year in which the property taxes are first due and payable. The statement may be filed in person or by mail. If mailed, the mailing must be postmarked on or before the last day for filing. An individual who remains eligible for the credit in the following year is not required to file a statement to apply for the credit in the following year. However, an individual who receives a credit under this section in a particular year and who becomes ineligible for the credit in the following year shall notify the auditor of the county in which the homestead is located of the individual's ineligibility not later than sixty (60) days after the individual becomes ineligible.

SECTION 68. IC 6-1.1-51.3-5 IS ADDED TO THE INDIANA

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CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: **Sec. 5. (a) An individual is entitled to a credit against local property taxes imposed on the individual's real property, or mobile home or manufactured home within the county, if:**

- (1) the individual served in the military or naval forces of the United States for at least ninety (90) days;
- (2) the individual received an honorable discharge;
- (3) the individual is at least sixty-two (62) years of age and has a disability of at least ten percent (10%);

(4) the individual's disability is evidenced by:

(A) a pension certificate or an award of compensation issued by the United States Department of Veterans Affairs; or

(B) a certificate of eligibility issued to the individual by the Indiana department of veterans' affairs after the Indiana department of veterans' affairs has determined that the individual's disability qualifies the individual to receive a credit under this section; and

(5) the individual:

(A) owns the real property, mobile home, or manufactured home; or

(B) is buying the real property, mobile home, or manufactured home under contract;

on the date the credit is claimed, and in the case of clause (B), the contract or a memorandum of the contract is recorded in the county recorder's office.

(b) The amount of the credit is equal to two hundred fifty dollars (\$250).

(c) The surviving spouse of an individual may receive the credit provided by this section if:

(1) the individual satisfied the requirements of subsection (a)(1) through (a)(4) at the time of death; or

(2) the individual:

(A) was killed in action;

(B) died while serving on active duty in the military or naval forces of the United States; or

(C) died while performing inactive duty training in the military or naval forces of the United States;

and the surviving spouse satisfies the requirement of subsection (a)(5) at the time the credit is claimed. The surviving spouse is entitled to the credit regardless of whether the property for which



the credit is claimed was owned by the deceased veteran or the surviving spouse before the deceased veteran's death.

(d) An individual who receives the credit provided by this section may receive any other property tax credit that the individual is entitled to by law.

(e) An individual who has sold real property or a mobile home or manufactured home to another person under a contract that provides that the contract buyer is to pay the property taxes on the real property, mobile home, or manufactured home may not claim the credit provided under this section against that real property, mobile home, or manufactured home.

(f) An individual wishing to claim a credit under this section must file a statement, on forms prescribed by the department of local government finance, with the county auditor and provide documentation necessary to substantiate the individual's eligibility for the credit. The statement must be completed and dated on or before January 15 of the calendar year in which the property taxes are first due and payable. The statement may be filed in person or by mail. If mailed, the mailing must be postmarked on or before the last day for filing. An individual who remains eligible for the credit in the following year is not required to file a statement to apply for the credit in the following year. However, an individual who receives a credit under this section in a particular year and who becomes ineligible for the credit in the following year shall notify the auditor of the county in which the homestead is located of the individual's ineligibility not later than sixty (60) days after the individual becomes ineligible.

SECTION 69. IC 6-1.1-51.3-6 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: **Sec. 6. (a)** An individual is entitled to a credit against local property taxes imposed on the individual's real property, mobile home, or manufactured home within the county, if:

- (1) the individual served in the military or naval forces of the United States during any of its wars;
- (2) the individual received an honorable discharge;
- (3) the individual has a disability with a service connected disability of ten percent (10%) or more;
- (4) the individual's disability is evidenced by:
 - (A) a pension certificate, an award of compensation, or a disability compensation check issued by the United States Department of Veterans Affairs; or



(B) a certificate of eligibility issued to the individual by the Indiana department of veterans' affairs after the Indiana department of veterans' affairs has determined that the individual's disability qualifies the individual to receive a credit under this section; and

(5) the individual:

(A) owns the real property, mobile home, or manufactured home; or

(B) is buying the real property, mobile home, or manufactured home under contract;

on the date the credit is claimed, and in the case of clause (B), the contract or a memorandum of the contract is recorded in the county recorder's office.

(b) The amount of the credit is equal to three hundred fifty dollars (\$350).

(c) The surviving spouse of an individual may receive the credit provided by this section if the individual satisfied the requirements of subsection (a)(1) through (a)(4) at the time of death and the surviving spouse satisfies the requirement of subsection (a)(5) at the time the credit is claimed. The surviving spouse is entitled to the credit regardless of whether the property for which the credit is claimed was owned by the deceased veteran or the surviving spouse before the deceased veteran's death.

(d) An individual who receives the credit provided by this section may receive any other property tax credit that the individual is entitled to by law.

(e) An individual who has sold real property or a mobile home or manufactured home to another person under a contract that provides that the contract buyer is to pay the property taxes on the real property, mobile home, or manufactured home may not claim the credit provided under this section against that real property, mobile home, or manufactured home.

(f) An individual wishing to claim a credit under this section must file a statement, on forms prescribed by the department of local government finance, with the county auditor and provide documentation necessary to substantiate the individual's eligibility for the credit. The statement must be completed and dated on or before January 15 of the calendar year in which the property taxes are first due and payable. The statement may be filed in person or by mail. If mailed, the mailing must be postmarked on or before the last day for filing. An individual who remains eligible for the credit in the following year is not required to file a statement to



apply for the credit in the following year. However, an individual who receives a credit under this section in a particular year and who becomes ineligible for the credit in the following year shall notify the auditor of the county in which the homestead is located of the individual's ineligibility not later than sixty (60) days after the individual becomes ineligible.

SECTION 70. IC 6-1.1-51.3-7 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: **Sec. 7. A trust is entitled to a credit under section 1, 2, 5, or 6 of this chapter for real property owned by the trust and occupied by an individual if the county auditor determines that the individual:**

(1) upon verification in the body of the deed or otherwise, has either:

(A) a beneficial interest in the trust; or

(B) the right to occupy the real property rent free under the terms of a qualified personal residence trust created by the individual under United States Treasury Regulation 25.2702-5(c)(2); and

(2) otherwise qualifies for the credit.

SECTION 71. IC 6-2.5-5-29 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: **Sec. 29. (a) As used in this section:**

"Manufactured home" means a manufactured home as that term is defined in 42 U.S.C. 5402(6) as that statute was adopted and in effect on January 1, 1988; has the definition set forth in IC 9-13-2-96(a). The term includes a mobile home (as defined in IC 9-13-2-103.2).

"Industrialized residential structure" means a structure that is both an industrialized building system (as defined in IC 22-12-1-14) and a one (1) or two (2) family private residence.

(b) Sales of manufactured homes or industrialized residential structures are exempt from the state gross retail tax to the extent that the gross retail income from the sales is not attributable to the cost of materials used in manufacturing the manufactured home or industrialized residential structure.

(c) For purposes of this section, the part of the gross retail income not attributable to the cost of materials used in manufacturing a manufactured home or an industrialized residential structure is thirty-five percent (35%) of the gross retail income derived from the sale of the manufactured home or industrialized residential structure.

(d) The gross retail income derived from the sale of a preowned manufactured home is exempt from the state gross retail tax.



SECTION 72. IC 6-3.1-38-4, AS ADDED BY P.L.203-2023, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 4. **(a)** Subject to **subsection (c) and** section 7 of this chapter, a qualified taxpayer may claim a credit against the qualified taxpayer's state tax liability for a qualified contribution for a qualified taxpayer with less than fifty (50) employees, **if the amount provided toward the health reimbursement arrangement is equal to or greater than the level of benefits provided in the previous benefit year, or if the amount the employer contributes toward the health reimbursement arrangement equals the same amount contributed per covered individual toward the employer provided health insurance plan during the previous benefit year.** ~~up to four hundred dollars (\$400)~~ in the first year per covered employee if the amount provided toward the health reimbursement arrangement is equal to or greater than either the level of benefits provided in the previous benefit year; or if the amount the employer contributes toward the health reimbursement arrangement equals the same amount contributed per covered individual toward the employer provided health insurance plan during the previous benefit year. The credit under this section decreases to two hundred dollars (\$200) per covered employee in the second year:

(b) The amount of the credit is the lesser of:

(1) the amount contributed by the employer toward the health reimbursement arrangement during the taxable year; or

(2) the following:

(A) For the taxable year in which the employer establishes the health reimbursement arrangement, four hundred dollars (\$400).

(B) For the taxable year that immediately follows the taxable year in which the employer establishes the health reimbursement arrangement, two hundred dollars (\$200).

(C) For a taxable year following a taxable year described in clause (B), zero dollars (\$0).

(c) A qualified taxpayer may not claim a credit under this chapter for a health reimbursement arrangement established in a taxable year beginning before January 1, 2024.

SECTION 73. IC 6-3.1-38-4.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 4.5. **For a taxable year beginning after December 31, 2025, if a pass through entity is entitled to a credit under section 4 of this chapter but does not have state tax liability against which the tax credit may be**



applied, a shareholder, partner, or member of the pass through entity is entitled to a tax credit equal to:

- (1) the tax credit determined for the pass through entity for the taxable year; multiplied by**
- (2) the percentage of the pass through entity's distributive income to which the shareholder, partner, or member is entitled.**

SECTION 74. IC 6-3.1-38-7, AS ADDED BY P.L.203-2023, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 7. (a) The amount of tax credits granted under this chapter may not exceed ten million dollars (\$10,000,000) in any **taxable calendar** year.

(b) The department shall record the time of filing of each return claiming a credit under section 6 of this chapter and shall approve the claims if they otherwise qualify for a tax credit under this chapter, in the chronological order in which the claims are filed in the ~~state fiscal~~ **calendar** year. **The claim of a credit resulting from a pass through entity shall be considered to be filed when the pass through entity files a return for the taxable year.**

(c) For purposes of calculating the amount of tax credits granted under this chapter in a calendar year, in the case of a taxpayer for whom some amount of the credit claimed must be carried over under section 8 of this chapter, the taxpayer is considered to have filed a claim for the full amount allowable to the taxpayer.

~~(c)~~ **(d)** The department may not approve a claim for a tax credit after the date on which the total credits approved under this section equal the maximum amount allowable in a particular ~~state fiscal~~ **calendar** year.

SECTION 75. IC 6-3.6-1-1.5, AS AMENDED BY P.L.68-2025, SECTION 92, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 1.5. (a) In counties that adopted a homestead credit under IC 6-3.5-6-13 (before its repeal January 1, 2017), the transition from the former taxes to the taxes governed under this article shall include the transition of the homestead credit under IC 6-3.5-6-13 (before its repeal January 1, 2017) to a property tax relief rate under IC 6-3.6-5 (before its expiration).

(b) To accomplish the transition under this section, the department of local government finance shall determine the portion of the income tax rate under IC 6-3.5-6-8 (before its repeal January 1, 2017) that is attributable to the homestead credit approved under IC 6-3.5-6-13 (before its repeal January 1, 2017) and shall allocate that portion of the income tax rate that is attributable to the homestead credit under IC 6-3.5-6-13 (before its repeal January 1, 2017) to the property tax



relief rate under IC 6-3.6-5 (before its expiration).

(c) The department of local government finance shall notify each affected county of the rate that will be allocated to the property tax relief rate not later than July 1, 2016. In addition, the department of local government finance shall notify the state budget agency of the transition under this section.

(d) This section expires July 1, ~~2028~~ **2029**.

SECTION 76. IC 6-3.6-1-3, AS AMENDED BY P.L.68-2025, SECTION 93, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 3. (a) Except to the extent that taxes imposed in a county under or determined under:

- (1) IC 6-3.5-1.1 (repealed);
- (2) IC 6-3.5-1.5 (repealed);
- (3) IC 6-3.5-6 (repealed); or
- (4) IC 6-3.5-7 (repealed);

are increased, decreased, or rescinded under this article, the total tax rate in effect in a county under the provisions described in subdivisions (1) through (4) on May 1, 2016, continue in effect after May 1, 2016, and shall be treated as taxes imposed under this article.

(b) Notwithstanding subsection (a) or any other provision of this article, a property tax relief rate imposed in a county under IC 6-3.6-5 (before its expiration) expires December 31, ~~2027~~ **2028**.

SECTION 77. IC 6-3.6-2-2, AS AMENDED BY P.L.68-2025, SECTION 95, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2029]: Sec. 2. "Adjusted gross income" has the meaning set forth in IC 6-3-1-3.5. However:

- (1) in the case of a resident local taxpayer of Perry County, **or a resident of a municipality located in Perry County in the case of a local income tax imposed under IC 6-3.6-6-22**, the term does not include adjusted gross income described in IC 6-3.6-8-7; and
- (2) in the case of a local taxpayer described in section 13(3) of this chapter, the term includes only that part of the individual's total income that:
 - (A) is apportioned to Indiana under IC 6-3-2-2.7 or IC 6-3-2-3.2; and
 - (B) is paid to the individual as compensation for services rendered in the county (or municipality in the case of a local income tax imposed under IC 6-3.6-6-22) as a team member or race team member.

SECTION 78. IC 6-3.6-2-7.4, AS AMENDED BY P.L.68-2025, SECTION 98, AND P.L.223-2025, SECTION 4, IS AMENDED TO



READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 7.4. "County with a single voting bloc" means a county that has a local income tax council in which one (1) city that is a member of the local income tax council or one (1) town that is a member of the local income tax council is allocated more than fifty percent (50%) of the total one hundred (100) votes allocated under IC 6-3.6-3-6(d). This section expires May 31, ~~2027~~: **2028**.

SECTION 79. IC 6-3.6-2-13, AS AMENDED BY P.L.68-2025, SECTION 100, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2029]: Sec. 13. "Local taxpayer" means any of the following:

(1) As it relates to a particular county (or municipality in the case of a local income tax imposed under IC 6-3.6-6-22), an individual who resides in that county (or municipality in the case of a local income tax imposed under IC 6-3.6-6-22) on the date specified in IC 6-3.6-8-3.

(2) As it relates to a particular county, **and except for an individual described in subdivision (3)**, an individual who maintains the taxpayer's principal place of business or employment in that county on the date specified in IC 6-3.6-8-3 and who does not reside on that same date in another county in Indiana in which a tax under this article is in effect. However, for purposes of a local income tax imposed **by a county under IC 6-3.6-6-2(b)(4) or imposed** by a municipality under IC 6-3.6-6-22, the term does not include an individual described in this subdivision.

(3) As it relates to a particular county **(or municipality in the case of a local income tax imposed under IC 6-3.6-6-22)**, **and only for purposes of a rate imposed by a county under 6-3.6-6-2(b)(3)**; the term includes an individual who:

(A) has income apportioned to Indiana as:

(i) a team member under IC 6-3-2-2.7; or

(ii) a race team member under IC 6-3-2-3.2;

for services rendered in the county **(or municipality in the case of a local income tax imposed under IC 6-3.6-6-22)**;

and

(B) is not described in subdivision (1). ~~or (2)~~:

SECTION 80. IC 6-3.6-2-15, AS AMENDED BY P.L.68-2025, SECTION 101, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2029]: Sec. 15. "Resident local taxpayer", as it relates to a particular county (or municipality in the case of a local income tax imposed under IC 6-3.6-6-22), means any local taxpayer



who resides in that county (or municipality in the case of a local income tax imposed under IC 6-3.6-6-22) on the date specified in IC 6-3.6-8-3. **For purposes of a local income tax rate imposed by a county under IC 6-3.6-6-2(b)(4), the term means an individual who resides in the part of the county for which the county may impose a rate under IC 6-3.6-6-2(b)(4) on the date specified in IC 6-3.6-8-3.**

SECTION 81. IC 6-3.6-2-16.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 16.5. "State GIS officer" has the meaning set forth in IC 4-23-7.3-10.**

SECTION 82. IC 6-3.6-3-2, AS AMENDED BY P.L.159-2020, SECTION 54, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 2. (a) An adopting body or, if authorized by this article, another governmental entity that is not an adopting body, may take an action under this article only by ordinance, unless this article permits the action to be taken by resolution.

(b) The department of local government finance, in consultation with the department of state revenue, may make electronically available uniform notices, ordinances, and resolutions that an adopting body or other governmental entity may use to take an action under this article. ~~An adopting body or other governmental entity may submit a proposed notice, ordinance, or resolution to the department of local government finance for review not later than thirty (30) days prior to the date that the adopting body or governing body intends to submit the notice, adopting ordinance or resolution, and vote results on an ordinance or resolution under subsection (d). If the adopting body or other governmental entity wishes to submit the proposed notice, ordinance, or resolution to the department of local government finance for review, the adopting body or other governmental entity shall submit the proposed notice, ordinance, or resolution to the department of local government finance on the prescribed forms. The department of local government finance shall provide to the submitting entity a determination of the appropriateness of the proposed notice, ordinance, or resolution, including recommended modifications, within thirty (30) days of receiving the proposed notice, ordinance, or resolution.~~

(c) An ordinance or resolution adopted under this article must comply with the notice and hearing requirements set forth in IC 5-3-1.

(d) The department of local government finance shall prescribe the procedures to be used by the adopting body or governmental entity for submitting to the department the notice, the adopting ordinance or resolution, and the vote results on an ordinance or resolution. The department of local government finance shall notify the submitting



entity within thirty (30) days after submission whether the department has received the necessary information required by the department. A final action taken by an adopting body or governmental entity under this article to impose a new tax or amend an existing tax is not effective until the department of local government finance notifies the adopting body or governmental entity that it has received the required information from the submitting entity.

(e) Not later than July 1 of each calendar year, the county auditor shall certify to the department of local government finance and to the state GIS officer which taxing units comprise each taxing district in the county.

SECTION 83. IC 6-3.6-3-2.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2027]: **Sec. 2.5. (a) As used in this section, "debt service obligations" refers to:**

- (1) the principal and interest payable during a calendar year on bonds;**
- (2) lease rental payments payable during a calendar year on leases; and**
- (3) any amount required under an agreement for bonds or leases to be deposited in a sinking fund or other reserve during a calendar year;**

of a county, city, or town payable from local income taxes.

(b) Before August 1 of each calendar year, the fiscal officer of each county, city, and town shall provide the department of local government finance with the total amount of the county's, city's, or town's debt service obligations payable from local income tax revenues that will be due in the ensuing calendar year and, upon request by the department of local governing finance, any additional ensuing calendar years.

(c) The department of local government finance shall annually determine whether each county, city, or town with debt service obligations due in the ensuing year has timely submitted to the department of local government finance the information required under this section.

SECTION 84. IC 6-3.6-3-3, AS AMENDED BY P.L.68-2025, SECTION 103, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: **Sec. 3. (a) Except as provided in subsection (f), an ordinance adopted by a county under this article takes effect as provided in this section.**

(b) An ordinance that adopts, increases, decreases, or rescinds a tax or a tax rate takes effect as follows:



(1) An ordinance adopted on or before October 1 of a calendar year shall take effect on January 1 of the calendar year that immediately succeeds the year in which the ordinance is adopted.

(2) An ordinance adopted after October 1 of a calendar year shall take effect on January 1 of the second succeeding calendar year following the year the ordinance is adopted.

However, an ordinance adopted to impose a tax rate under IC 6-3.6-6-2(b)(3) or IC 6-3.6-6-2(b)(4) must be adopted on or before October 1 of a calendar year.

(c) An ordinance that grants, increases, decreases, rescinds, or changes a credit against the property tax liability of a taxpayer under IC 6-3.6-5 (before its expiration) takes effect as follows:

(1) An ordinance adopted after December 31 of the immediately preceding year and before November 2 of the current year takes effect on January 1 of, and applies to property taxes first due and payable in, the year immediately following the year in which the ordinance is adopted.

(2) An ordinance adopted after November 1 of the current year and before January 1 of the immediately succeeding year takes effect on January 1 of, and applies to property taxes first due and payable in, the year that follows the current year by two (2) years.

This subsection expires December 31, ~~2027~~. **2028**.

(d) An ordinance that grants, increases, decreases, rescinds, or changes a distribution or allocation of taxes takes effect as follows:

(1) An ordinance adopted on or before October 1 of a calendar year shall take effect on January 1 of the calendar year that immediately succeeds the year in which the ordinance is adopted.

(2) An ordinance adopted after October 1 of a calendar year shall take effect on January 1 of the second succeeding calendar year following the year the ordinance is adopted.

(e) An ordinance not described in subsections (b) through (d) takes effect as provided under IC 36 for other ordinances of the governmental entity adopting the ordinance.

(f) An ordinance described in section 7(e) or 7.5(e) of this chapter that changes a tax rate or changes the allocation of revenue received from a tax rate does not take effect as provided under this section if the county adopting body fails to meet the required deadlines for notice described in section 7(e) or 7.5(e) of this chapter. If an ordinance does not take effect, the tax rate or allocation, as applicable, that is subject to the proposed change in the ordinance shall be the lesser of the:

(1) applicable distribution schedule for the certified distribution for the upcoming calendar year; or



(2) applicable distribution schedule for the certified distribution for the current calendar year; unless, or until, a subsequent ordinance is adopted and the required deadlines for notice described in section 7(e) or 7.5(e) of this chapter are met. This subsection expires January 1, 2025.

SECTION 85. IC 6-3.6-3-4, AS AMENDED BY P.L.68-2025, SECTION 105, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 4. (a) Except for a tax rate that has an expiration date, and except as provided in section 3(f) of this chapter (before its expiration), a tax rate remains in effect until the effective date of an ordinance that increases, decreases, or rescinds that tax rate.

(b) A tax rate may not be changed more than once each year under this article.

(c) A local income tax expenditure tax rate that is imposed in a county under IC 6-3.6-6 continues in effect after December 31, ~~2027~~, **2028**, only if the adopting body adopts an ordinance to renew the expenditure tax rate beginning January 1, ~~2028~~, **2029**. **However, if there are bonds or leases outstanding that are payable from a tax imposed under IC 6-3.6-6, the expenditure tax rate for the county beginning January 1, 2028, under IC 6-3.6-6-2(b)(1) shall be at least the minimum tax rate necessary to produce one and twenty-five hundredths (1.25) times the sum of the:**

- (1) highest annual outstanding debt service;**
- (2) highest annual lease payments; and**
- (3) any amount required under the agreements for the bonds or leases to be deposited in a sinking fund or other reserve;**

but only until the maturity date of those debt obligations. An ordinance under this subsection must be adopted by the adopting body on or before October 1, ~~2027~~, **2028**, as set forth in section 3(b)(1) of this chapter. However, this subsection shall not be construed to prohibit an adopting body that fails to adopt an ordinance to continue an expenditure tax rate after December 31, ~~2027~~, **2028**, from adopting an ordinance under this article to impose, renew, or modify an expenditure tax rate under IC 6-3.6-6 beginning January 1, ~~2029~~, **2030**, or any year thereafter.

SECTION 86. IC 6-3.6-3-5, AS AMENDED BY P.L.223-2025, SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) The auditor of a county shall record all votes taken on ordinances presented for a vote under this article and not more than ten (10) days after the vote, send a certified copy of the results to:

- (1) the commissioner of the department of state revenue; and



(2) the commissioner of the department of local government finance;
in an electronic format approved by the commissioner of the department of local government finance.

(b) Except as provided in subsection (c), this subsection applies only to a county that has a local income tax council. The county auditor may cease sending certified copies after the county auditor sends a certified copy of results showing that members of the local income tax council have cast a majority of the votes on the local income tax council for or against the proposed ordinance.

(c) This subsection applies only to a county with a single voting bloc that proposes to increase (but not decrease) a tax rate in the county. The county auditor may cease sending certified copies of the votes on the local income tax council voting as a whole under section 9.5 of this chapter after the county auditor sends a certified copy of results showing that the individuals who sit on the fiscal bodies of the county, cities, and towns that are members of the local income tax council have cast a majority of the votes on the local income tax council voting as a whole under section 9.5 of this chapter for or against the proposed ordinance. This subsection expires May 31, ~~2027~~: **2028**.

SECTION 87. IC 6-3.6-3-5, AS AMENDED BY P.L.223-2025, SECTION 5, AND AS AMENDED BY P.L.68-2025, SECTION 106, AND AS AMENDED BY THE TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL ASSEMBLY, IS CORRECTED AND AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]:
Sec. 5. ~~(a)~~ The auditor of a county *(or the fiscal officer of a municipality in the case of a local income tax imposed under IC 6-3.6-6-22)* shall record all votes taken on ordinances presented for a vote under this article and not more than ten (10) days after the vote, send a certified copy of the results to:

- (1) the commissioner of the department of state revenue; and
- (2) the commissioner of the department of local government finance;

in an electronic format approved by the commissioner of the department of local government finance.

(b) Except as provided in subsection (c), this subsection applies only to a county that has a local income tax council. The county auditor may cease sending certified copies after the county auditor sends a certified copy of results showing that members of the local income tax council have cast a majority of the votes on the local income tax council for or against the proposed ordinance.

(c) This subsection applies only to a county with a single voting



bloc that proposes to increase (but not decrease) a tax rate in the county. The county auditor may cease sending certified copies of the votes on the local income tax council voting as a whole under section 9.5 of this chapter after the county auditor sends a certified copy of results showing that the individuals who sit on the fiscal bodies of the county, cities, and towns that are members of the local income tax council have cast a majority of the votes on the local income tax council voting as a whole under section 9.5 of this chapter for or against the proposed ordinance. This subsection expires May 31, 2028.

SECTION 88. IC 6-3.6-3-6, AS AMENDED BY P.L.223-2025, SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 6. (a) This section applies to a county in which the county adopting body is a local income tax council.

(b) In the case of a city or town that lies within more than one (1) county, the county auditor of each county shall base the allocations required by subsections (d) and (e) on the population of that part of the city or town that lies within the county for which the allocations are being made.

(c) Each local income tax council has a total of one hundred (100) votes.

(d) Each county, city, or town that is a member of a local income tax council is allocated a percentage of the total one hundred (100) votes that may be cast. The percentage that a city or town is allocated for a year equals the same percentage that the population of the city or town bears to the population of the county. The percentage that the county is allocated for a year equals the same percentage that the population of all areas in the county not located in a city or town bears to the population of the county.

(e) This subsection applies only to a county with a single voting bloc. Each individual who sits on the fiscal body of a county, city, or town that is a member of the local income tax council is allocated for a year the number of votes equal to the total number of votes allocated to the particular county, city, or town under subsection (d) divided by the number of members on the fiscal body of the county, city, or town. This subsection expires May 31, ~~2027~~. **2028.**

(f) On or before January 1 of each year, the county auditor shall certify to each member of the local income tax council the number of votes, rounded to the nearest one hundredth (0.01), each member has for that year.

(g) This subsection applies only to a county with a single voting bloc. On or before January 1 of each year, in addition to the certification to each member of the local income tax council under



subsection (f), the county auditor shall certify to each individual who sits on the fiscal body of each county, city, or town that is a member of the local income tax council the number of votes, rounded to the nearest one hundredth (0.01), each individual has under subsection (e) for that year. This subsection expires May 31, ~~2027~~. **2028.**

SECTION 89. IC 6-3.6-3-8, AS AMENDED BY P.L.223-2025, SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 8. (a) This section applies to a county in which the county adopting body is a local income tax council.

(b) Except as provided in subsection (e), any member of a local income tax council may present an ordinance for passage. To do so, the member must adopt a resolution to propose the ordinance to the local income tax council and distribute a copy of the proposed ordinance to the county auditor. The county auditor shall treat any proposed ordinance distributed to the auditor under this section as a casting of all that member's votes in favor of the proposed ordinance.

(c) Except as provided in subsection (f), the county auditor shall deliver copies of a proposed ordinance the auditor receives to all members of the local income tax council within ten (10) days after receipt. Subject to subsection (d), once a member receives a proposed ordinance from the county auditor, the member shall vote on it within thirty (30) days after receipt.

(d) Except as provided in subsection (h), if, before the elapse of thirty (30) days after receipt of a proposed ordinance, the county auditor notifies the member that the members of the local income tax council have cast a majority of the votes on the local income tax council for or against the proposed ordinance the member need not vote on the proposed ordinance.

(e) This subsection applies only to a county with a single voting bloc that proposes to increase (but not decrease) a tax rate in the county. The fiscal body of any county, city, or town that is a member of a local income tax council may adopt a resolution to propose an ordinance to increase a tax rate in the county to be voted on by the local income tax council as a whole as required under section 9.5 of this chapter and distribute a copy of the proposed ordinance to the county auditor. The county auditor shall treat the vote tally on the resolution adopted under this subsection for each individual who is a member of the fiscal body of the county, city, or town as the voting record for that individual either for or against the ordinance being proposed for consideration by the local income tax council as a whole under section 9.5 of this chapter. This subsection expires May 31, ~~2027~~. **2028.**

(f) This subsection applies only to a county with a single voting bloc



that proposes to increase (but not decrease) a tax rate in the county. The county auditor shall deliver copies of a proposed ordinance the auditor receives under subsection (e) to the fiscal officers of all members of the local income tax council (other than the member proposing the ordinance under subsection (e)) within ten (10) days after receipt. Subject to subsection (h), once a member receives a proposed ordinance from the county auditor, the member shall vote on it within thirty (30) days after receipt. This subsection expires May 31, ~~2027~~. **2028.**

(g) This subsection applies only to a county with a single voting bloc that proposes to increase (but not decrease) a tax rate in the county. The fiscal body of each county, city, or town voting on a resolution to propose an ordinance under subsection (e), or voting on a proposed ordinance being considered by the local income tax council as a whole under section 9.5 of this chapter, must take a roll call vote on the resolution or the proposed ordinance. If an individual who sits on the fiscal body is absent from the meeting in which a vote is taken or abstains from voting on the resolution or proposed ordinance, the fiscal officer of the county, city, or town shall nevertheless consider that individual's vote as a "no" vote against the resolution or the proposed ordinance being considered, whichever is applicable, for purposes of the vote tally under this section and shall note on the vote tally that the individual's "no" vote is due to absence or abstention. The fiscal body of each county, city, or town shall certify the roll call vote on a resolution or a proposed ordinance, either for or against, to the county auditor as set forth under this chapter. This subsection expires May 31, ~~2027~~. **2028.**

(h) This subsection applies only to a county with a single voting bloc that proposes to increase (but not decrease) a tax rate in the county. If, before the elapse of thirty (30) days after receipt of a proposed ordinance under subsection (e), the county auditor notifies the member that the individuals who sit on the fiscal bodies of the county, cities, and towns that are members of the local income tax council have cast a majority of the votes on the local income tax council for or against a proposed ordinance voting as a whole under section 9.5 of this chapter, the member need not vote on the proposed ordinance under subsection (e). This subsection expires May 31, ~~2027~~. **2028.**

SECTION 90. IC 6-3.6-3-9.5, AS AMENDED BY P.L.68-2025, SECTION 111, AND P.L.223-2025, SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 9.5. (a) This section applies to a county:

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- (1) in which the county adopting body is a local income tax council;
- (2) that is a county with a single voting bloc; and
- (3) that proposes to increase a tax rate in the county.

However, the provisions under section 9 of this chapter shall apply to a county described in subdivisions (1) and (2) that proposes to decrease a tax rate in the county.

(b) A local income tax council described in subsection (a) must vote as a whole to exercise its authority to increase a tax rate under this article.

(c) A resolution passed by the fiscal body of a county, city, or town that is a member of the local income tax council exercises the vote of each individual who sits on the fiscal body of the county, city, or town on the proposed ordinance, and the individual's vote may not be changed during the year.

(d) This section expires May 31, ~~2027~~: **2028**.

SECTION 91. IC 6-3.6-3-12 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: **Sec. 12. (a) This section applies to an ordinance adopted under this article after June 30, 2028.**

(b) This subsection applies only to an ordinance adopted between January 1 and August 2 of a calendar year or October 2 and December 31 of a calendar year. If an adopting body adopts an ordinance to impose a local income tax under:

- (1) IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4);**
- (2) IC 6-3.6-6-22; or**
- (3) IC 6-3.6-7;**

that exceeds the applicable maximum tax rate or applicable maximum aggregate tax rate allowable pursuant to IC 6-3.6-6-2, IC 6-3.6-6-22, or IC 6-3.6-7, the department of local government finance shall notify the adopting body and county fiscal officer or municipal fiscal officer, as applicable, not later than thirty (30) days after the adopting body submits the ordinance and information required under IC 6-3.6-6-2 that one (1) or more tax rates exceed the maximum allowable tax rate.

(c) This subsection applies only to an ordinance adopted between January 1 and August 2 of a calendar year or October 2 and December 31 of a calendar year. Not later than thirty (30) days after receiving a notification under subsection (b) from the department of local government finance, the adopting body may adopt an ordinance correcting the applicable tax rate or tax rates. The following apply to an ordinance adopted under this subsection:



(1) Any statutory requirements for an ordinance that otherwise apply to an ordinance adopted under this article to impose a local income tax rate also apply to an ordinance adopted under this subsection.

(2) If the tax rate or tax rates adopted in an ordinance adopted under this subsection still exceed a maximum allowable tax rate or maximum allowable aggregate tax rate, the ordinance adopted under this subsection shall be considered void and treated as if the adopting body did not adopt any additional ordinance under this subsection.

(3) An ordinance adopted under this subsection has the same effective date as the initial ordinance described in subsection (b).

(d) If an adopting body adopts an ordinance between August 3 and October 1 of a calendar year to impose a local income tax that exceeds a maximum allowable tax rate or rates, fails to adopt an ordinance correcting the applicable tax rate or tax rates under subsection (c), or, the ordinance is described in subsection (c)(2), the tax rate or rates will be reduced according to the following:

(1) If a tax rate or tax rates imposed pursuant to IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4), IC 6-3.6-6-22, or IC 6-3.6-7 exceed the maximum allowable rate specified in IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4), IC 6-3.6-6-22, or IC 6-3.6-7, the tax rate or tax rates that exceed the maximum allowable rate shall be reduced to the maximum allowable rate without further action by the adopting body.

(2) If the aggregate tax rates imposed pursuant to IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(3) exceed the maximum allowable aggregate rate in IC 6-3.6-6-2(c), the tax rates shall be reduced without any further action by the adopting body according to the following:

(A) Any portion of the aggregate tax rate that exceeds the maximum allowable rate shall first be applied by reducing the tax rate imposed under IC 6-3.6-6-2(b)(1), but may not reduce the rate below the tax rate otherwise required under this article.

(B) Any remaining portion of the aggregate tax rate that exceeds the maximum allowable rate after the reduction in clause (A) shall be applied to reduce the tax rates imposed under IC 6-3.6-6-2(b)(2) and IC 6-3.6-6-2(b)(3) in proportion to the total rates imposed under IC 6-3.6-6-2(b)(2) and IC 6-3.6-6-2(b)(3).



(3) If the tax rate or rates exceed both the maximum allowable rate specified in IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(3) and the maximum allowable aggregate tax rate in IC 6-3.6-6-2(c), the tax rates shall first be reduced in the manner set forth in subdivision (1) before application of the reduction manner set forth in subdivision (2).

(4) Any tax rate reduction under this subsection has the same effective date as the initial ordinance described in subsection (b).

SECTION 92. IC 6-3.6-5-7, AS ADDED BY P.L.68-2025, SECTION 116, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 7. This chapter expires December 31, ~~2027~~. **2028.**

SECTION 93. IC 6-3.6-6-2, AS AMENDED BY P.L.68-2025, SECTION 118, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 2. (a) This section applies to all counties.

(b) The adopting body may by ordinance and subject to subsections (c) through (e) impose one (1) or more of the following component rates not to exceed a total expenditure tax rate under this chapter of two and nine-tenths percent (2.9%) on the adjusted gross income of taxpayers who reside in the county, **or, in the case of a team member or race team member described in IC 6-3.6-2-13(3), on the adjusted gross income earned as a team member or race team member in the county:**

(1) A tax rate not to exceed one and two-tenths percent (1.2%) for general purpose revenue for county services (as provided in section 4 of this chapter), subject to subsection (c).

(2) A tax rate not to exceed four-tenths of one percent (0.4%) for providers of fire protection ~~and~~ **or** emergency medical services located within the county (as provided in section 4.3 of this chapter), subject to subsection (c).

(3) A tax rate not to exceed two-tenths of one percent (0.2%) for general purpose revenue for distribution to nonmunicipal civil taxing units (excluding fire protection districts) located within the county (as provided in section 4.5 of this chapter), subject to subsection (c).

(4) A tax rate not to exceed one and two-tenths percent (1.2%) for general purpose revenue for municipal services for distribution to municipalities located within the county that are not eligible to adopt a municipal tax rate under section 22 of this chapter. ~~or that have made an election under section 23(b)(3) of this chapter to be~~



~~treated as such.~~ **The adopting body shall identify in the ordinance each taxing district in which the tax rate under this subdivision is imposed.**

(c) The combined component rates imposed by an adopting body under subsection (b)(1) through (b)(3) shall not exceed one and seven-tenths percent (1.7%).

(d) A tax rate adopted under subsection (b)(4) may only be imposed on taxpayers who do not reside in a municipality that is eligible to adopt a municipal tax rate under section 22 of this chapter. **In the case of a team member or race team member described in IC 6-3.6-2-13(3), a tax rate adopted under subsection (b)(4) may only be imposed on services performed as a team member or race team member at a location if the county could impose the tax rate on an individual residing at that location.**

(e) ~~Beginning after December 31, 2030;~~ A tax rate imposed under subsection (b) ~~shall expire~~ **expires** on December 31, **2032, and on December 31** of each calendar year **thereafter**. An adopting body wishing to continue, increase, or decrease a tax rate ~~in~~ **for** the succeeding year must pass an ordinance to readopt a tax rate in accordance with IC 6-3.6-3-3. This subsection applies regardless of whether there is a modification in the tax rate or the component rates or the rates are unchanged from the previous year.

(f) Notwithstanding subsection (e) or any other provision of this article, if there are bonds, leases, or other obligations payable from a tax imposed under subsection (b)(1) or (b)(4), the expenditure tax rate for the county under subsection (b)(1) or (b)(4) for a calendar year shall be the minimum tax rate necessary to produce one and twenty-five hundredths (1.25) times the sum of the:

- (1) highest annual outstanding debt service;**
- (2) highest annual lease payments; and**
- (3) any amount required under the agreements for the bonds or leases to be deposited in a sinking fund or other reserve;**

for the calendar year payable from the applicable component rate."

Page 47, delete lines 1 through 30.

Page 49, between lines 12 and 13, begin a new paragraph and insert:

"SECTION 95. IC 6-3.6-6-3.1, AS ADDED BY P.L.68-2025, SECTION 125, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025 (RETROACTIVE)]: Sec. 3.1. (a) As used in this section, "homestead" has the meaning set forth in IC 6-1.1-12-37.

(b) A county fiscal body may adopt an ordinance to impose a tax



rate for the purpose of funding property tax homestead credits to reduce the property tax liability of taxpayers who own homesteads that are:

- (1) located in the county; and
- (2) eligible for a credit under IC 6-1.1-20.6-7.5 that limits the taxpayer's property tax liability for the property to one percent (1%).

Revenue collected from a tax rate imposed under this section may only be used to fund replacement of the county's property tax levy. Property taxes imposed due to a referendum in which a majority of the voters in the taxing unit imposing the property taxes approved the property taxes are not eligible for a credit under this section.

(c) The tax rate must be in increments of one-hundredth of one percent (0.01%) and may not exceed three-tenths of one percent (0.3%).

(d) A tax imposed under this section shall be treated as property taxes for all purposes. However, the department of local government finance may not reduce:

- (1) any taxing unit's maximum permissible property tax levy limit under IC 6-1.1-18.5; or
- (2) the approved property tax levy or rate for any fund;

by the amount of any credits granted under this chapter.

(e) The homestead credits shall be applied to the net property taxes due on the homestead after the application of any credit granted under IC 6-1.1, including any credit granted under IC 6-1.1-20.4 and IC 6-1.1-20.6.

(f) The property tax credits must be applied uniformly to provide a homestead credit for homesteads in the county.

(g) The county auditor shall allocate the amount of revenue applied as tax credits under this section to the taxing units that imposed the eligible property taxes against which the credits are applied.

(h) The department of local government finance shall assist county fiscal bodies and county auditors in calculating credit percentages and amounts.

(i) Notwithstanding any provision to the contrary in this chapter, a tax imposed under this section:

- (1) may be imposed on the adjusted gross income of taxpayers before January 1, ~~2028~~; **2029**; and
- (2) terminates and may not be imposed on the adjusted gross income of taxpayers after December 31, ~~2027~~; **2028**.

(j) This section expires January 1, ~~2028~~; **2029**.

SECTION 96. IC 6-3.6-6-4, AS AMENDED BY P.L.68-2025, SECTION 126, IS AMENDED TO READ AS FOLLOWS

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[EFFECTIVE JULY 1, 2028]: Sec. 4. (a) General purpose revenue raised from a tax rate under section 2(b)(1) of this chapter must be distributed directly to the county. The money may be used by the county fiscal body for any of the purposes of the county, including for:

- (1) public safety, including funding for a PSAP;
- (2) economic development purposes described in IC 6-3.6-10;
- (3) acute care hospitals;
- (4) correctional facilities and rehabilitation facilities; **and**
- (5) county staff expenses of the state judicial system. **and**
- (6) ~~homestead property tax credits to fund replacement of the county's property tax levy.~~

(b) **Subject to sections 3 and 5 of this chapter**, the adopting body shall, by ordinance, determine how general purpose revenue from a tax under this chapter must be allocated in subsequent years. The allocations are subject to IC 6-3.6-11. The ordinance must be adopted as provided in IC 6-3.6-3 and takes effect and applies as specified in IC 6-3.6-3-3. The ordinance continues to apply thereafter until it is rescinded or modified.

SECTION 97. IC 6-3.6-6-4.3, AS ADDED BY P.L.68-2025, SECTION 127, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 4.3. (a) Revenue raised from a tax rate for fire protection ~~and~~ **or** emergency medical services under section 2(b)(2) of this chapter shall be distributed by the county ~~to~~ **among the county and** each fire protection district, fire protection territory, and municipal fire department located within the county ~~that~~ **provides fire protection, emergency medical services, or both in the county. Except as provided in subsection (b),** at the discretion of the county council, the county may distribute revenue raised from a tax rate for fire protection ~~and~~ **or** emergency medical services under section 2(b)(2) of this chapter to township fire departments and volunteer fire departments ~~that provide fire protection, emergency medical services, or both in the county.~~

(b) Revenue raised from a tax rate for fire protection and emergency medical services under section 2(b)(2) of this chapter shall be allocated ~~to~~ each fire protection district, fire protection territory, municipal fire department, and, if applicable, township fire departments and volunteer fire departments; based on the following formula:

STEP ONE: For each provider of fire protection and emergency medical services located within the county that is eligible to receive revenue under this section, determine the population living within the service boundaries of the provider using the most recent federal decennial census:



STEP TWO: For each provider of fire protection and emergency medical services located within the county that is eligible to receive revenue under this section, determine the number of square miles within the service boundaries of the provider.

STEP THREE: For each provider of fire protection and emergency medical services located within the county that is eligible to receive revenue under this section, determine the product of:

- (A) the STEP TWO amount, multiplied by
- (B) twenty (20).

STEP FOUR: For each provider of fire protection and emergency medical services located within the county that is eligible to receive revenue under this section, determine the sum of:

- (A) the STEP ONE result, plus
- (B) the STEP THREE result.

STEP FIVE: Determine the sum total of the STEP FOUR results for each provider of fire protection and emergency medical services located within the county that is eligible to receive revenue under this section.

STEP SIX: The percentage of revenue that shall be distributed to each provider of fire protection and emergency medical services located within the county that is eligible to receive revenue under this section is equal to:

- (A) the STEP FOUR result for the provider, divided by
- (B) the STEP FIVE result.

(b) Subject to subsection (d), the county may determine the allocation method for revenue raised from a tax rate for fire protection or emergency medical services under section 2(b)(2) of this chapter. However, in determining the allocation method, the county shall, for each provider of fire protection, emergency medical services, or both in the county, consider the service boundaries of the provider and the population living within the service boundaries of the provider using the most recent federal decennial census.

(c) If at least fifty percent (50%) of fire runs made by a township fire department during the calendar year preceding by two (2) years the calendar year in which distribution amounts are being determined are carried out by full-time firefighters who receive a salary of at least thirty thousand dollars (\$30,000), the county shall distribute an allocation of revenue to the township fire department under this section.

(d) In the case of a county that provides fire protection,



emergency medical services, or both in part of the county, but not the entire county, only the part of the county in which the county provides the fire protection, emergency medical services, or both are considered within the service boundaries for the county.

(e) For purposes of a distribution under this section, a distribution to a:

- (1) fire protection territory shall be made to the provider unit of the fire protection territory; and
- (2) volunteer fire department shall be made to the taxing unit that is served by the volunteer fire department.

(f) If the population living within the service boundaries of a provider cannot be determined using data from the United States Census Bureau, the county may determine an estimated population based on income tax returns that report a residence located within the service boundaries of the provider. The county auditor shall provide the estimated population to the department of local government finance not later than July 15 of the calendar year that precedes the calendar year before the year in which the distribution is made. If the county auditor does not provide an estimated population under this subsection, the department of local government finance may use the most recent estimated population provided by the county auditor or the department of state revenue.

SECTION 98. IC 6-3.6-6-4.5, AS AMENDED BY THE TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 4.5. (a) Revenue raised from a tax rate for nonmunicipal civil taxing units under section 2(b)(3) of this chapter may be distributed by the county to nonmunicipal civil taxing units subject to the provisions of this section.

(b) Subject to the maximum aggregate tax rate of not more than two-tenths of one percent (0.2%) under section 2(b)(3) of this chapter, the adopting body may adopt a tax rate for each type of nonmunicipal civil taxing unit, which may not exceed more than five-hundredths of one percent (0.05%) for any given unit type. The revenue raised from a tax rate for a specific type of nonmunicipal civil taxing unit shall be allocated to all nonmunicipal civil taxing units of that same type located within the county on a pro rata per capita basis, subject to ~~subsection (e).~~ **subsections (e) and (h).**

(c) A county solid waste management district (as defined in IC 13-11-2-47) or a joint solid waste management district (as defined in IC 13-11-2-113) is not an eligible nonmunicipal civil taxing unit for the purpose of receiving an allocation of general purpose revenue under



this chapter unless a majority of the members of each of the county fiscal bodies of the counties within the district passes a resolution approving the distribution.

(d) A resolution passed by a county fiscal body under subsection (c) may:

- (1) expire on a date specified in the resolution; or
- (2) remain in effect until the county fiscal body revokes or rescinds the resolution.

(e) A nonmunicipal civil taxing unit wishing to receive a share of revenue under this section in a year must adopt a resolution requesting the distribution from the county and must provide a certified copy of the resolution to the adopting body **and the state board of accounts** not later than July 1 of the year immediately preceding the distribution year. Not later than August 1 of the year immediately preceding the distribution year, the adopting body shall hold a public hearing on the resolution requesting the distribution and provide the public with notice of the time and place where the public hearing will be held. The notice must be given in accordance with IC 5-3-1 and include a description of the resolution requesting the distribution from the county.

(f) If a nonmunicipal civil taxing unit adopts a resolution under ~~this subsection~~ **subsection (e)** and provides the resolution to the adopting body as set forth in ~~this that~~ subsection, the county shall distribute to the nonmunicipal civil taxing unit an amount of revenue raised from the tax rate under section 2(b)(3) of this chapter for the distribution year as set forth in subsection ~~(f)~~: **(g)**.

(g) If one (1) or more, but not all, nonmunicipal civil taxing units adopt a resolution under subsection (e) requesting a distribution in a given year, the county may either distribute the total amount of revenue raised from the tax rate under section 2(b)(3) of this chapter to only those nonmunicipal civil taxing units that have provided a resolution request, or the county may distribute the total amount of revenue raised from a tax rate under section 2(b)(3) of this chapter to all nonmunicipal civil taxing units as set forth in this section. If no nonmunicipal civil taxing units adopt a resolution to request a distribution in a given year, the county may retain the revenue raised from a tax rate for nonmunicipal civil taxing units for that year and use the revenue as general purpose revenue for the county under section 4 of this chapter.

(h) If the population living within one (1) or more nonmunicipal civil taxing units cannot be determined using data from the United States Census Bureau, the county may determine an estimated population based on income tax returns that report a residence



located within the boundaries of the nonmunicipal civil taxing units. The county auditor shall provide the estimated population to the department of local government finance no later than July 15 of the calendar year that precedes the calendar year before the year in which the distribution is made. If the county auditor does not provide an estimated population under this subsection, the department of local government finance may use the most recent estimated population provided by the county auditor or the department of state revenue.

SECTION 99. IC 6-3.6-6-6.1, AS AMENDED BY THE TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 6.1. (a) Revenue raised from a tax rate for certain cities and towns under section 2(b)(4) of this chapter ~~may~~ **shall** be distributed by the county to ~~those cities and towns~~ subject to the provisions of this section **and according to the following formula:**

STEP ONE: Determine the population of each city and town located in the county, excluding the population of any municipality that:

- (A) is eligible to impose a local income tax under section 22 of this chapter; and
- (B) did not make an election under section 23(b)(3) of this chapter.

STEP TWO: Determine the aggregate sum of the STEP ONE results.

STEP THREE: Determine the sum of:

- (A) the STEP TWO result; plus
- (B) the population of the unincorporated area of the county.

STEP FOUR: Divide the STEP TWO result by the STEP THREE result.

STEP FIVE: Multiply the STEP FOUR result by one and five-tenths (1.5), expressed as a percentage.

STEP SIX: Multiple the STEP FIVE result by the total amount of revenue raised from the tax rate imposed under section 2(b)(4) of this chapter.

STEP SEVEN: For each city and town located in the county that adopted a resolution under subsection (d) for the year, excluding any municipality that is eligible to impose a local income tax under section 22 of this chapter and did not make an election under section 23(b)(3) of this chapter, divide:

- (A) the STEP ONE result for the city or town; by



(B) the STEP TWO result.

STEP EIGHT: To determine the amount to be allocated to each city and town located in the county that adopted a resolution under subsection (d) for the year, excluding any municipality that is eligible to impose a local income tax under section 22 of this chapter and did not make an election under section 23(b)(3) of this chapter, multiply:

(A) the STEP SEVEN result for the city or town; by

(B) the STEP SIX result.

STEP NINE: Determine the aggregate sum of the STEP EIGHT results for each city and town located in the county that adopted a resolution under subsection (d) for the year, excluding any municipality that is eligible to impose a local income tax under section 22 of this chapter and did not make an election under section 23(b)(3) of this chapter.

STEP TEN: Determine the result of:

(A) the total amount of revenue raised from the tax rate imposed under section 2(b)(4) of this chapter; minus

(B) the STEP SIX result.

STEP ELEVEN: Determine the result of:

(A) the STEP SIX result; minus

(B) the STEP NINE result.

STEP TWELVE: To determine the amount to be allocated to the county, determine the sum of:

(A) the STEP TEN result; plus

(B) the STEP ELEVEN result.

(b) Subject to subsection (g), the revenue raised from a tax rate under section 2(b)(4) of this chapter shall be allocated to the cities and towns based on the population of the city or the population of the town, whichever is applicable; compared to the population of all the cities or the population of all the towns, whichever is applicable; that are eligible for a distribution, subject to subsection (d). For purposes of this determination, section, if the boundaries of a city or town are located in more than one (1) county, only the portion of the population of the city or town that is located within the county imposing the tax rate under section 2(b)(4) of this chapter shall be considered.

(c) The money may be used by the city or town fiscal body for any of the purposes of the city or town, including public safety (as defined in IC 6-3.6-2-14) and economic development purposes described in IC 6-3.6-10. The city or town fiscal body may pledge its general purpose revenue to the payment of bonds or to lease payments as set forth in this chapter.



(d) An eligible city or town wishing to receive a share of revenue under this section in a year must adopt a resolution requesting the distribution from the county and must provide a certified copy of the resolution to the adopting body **and the state board of accounts** not later than July 1 of the year immediately preceding the distribution year. Not later than August 1 of the year immediately preceding the distribution year, the adopting body shall hold a public hearing on the resolution requesting the distribution and provide the public with notice of the time and place where the public hearing will be held. The notice must be given in accordance with IC 5-3-1 and include a description of the resolution requesting the distribution from the county.

(e) ~~Subject to subsection (g);~~ If an eligible city or town adopts a resolution under ~~this subsection (d)~~ and provides the resolution to the adopting body as set forth in ~~this subsection (d)~~, the county shall distribute to the eligible city or town unit an amount of revenue raised from the tax rate under section 2(b)(4) of this chapter for the distribution year as set forth in ~~subsection (f)~~: **(a). If no eligible city or town adopts a resolution to request a distribution in a given year, the county may retain all of the revenue raised from a tax rate for that year.**

(f) The county may use any money received under this section for the purposes described in section 4 of this chapter.

~~(f) Subject to subsection (g); if one (1) or more, but not all, eligible cities or towns adopt a resolution under subsection (d) requesting a distribution in a given year, the county may either distribute the total amount of revenue raised from the tax rate under section 2(b)(4) of this chapter to only those eligible cities or towns that have provided a resolution request; or the county may distribute the total amount of revenue raised from a tax rate under section 2(b)(4) of this chapter to all eligible cities or towns as set forth in this section. If no eligible city or town adopts a resolution to request a distribution in a given year, the county may retain the revenue raised from a tax rate for the eligible city or town for that year and use the revenue as general purpose revenue for the county under section 4 of this chapter.~~

~~(g) Notwithstanding any provision to the contrary in this section, if an adopting body that imposes a tax rate of one and two-tenths percent (1.2%) under section 2(b)(1) of this chapter subsequently adopts an ordinance to concurrently impose a tax rate under section 2(b)(4) of this chapter:~~

~~(1) seventy-five percent (75%) of the revenue received from the tax rate imposed under section 2(b)(4) of this chapter shall be~~



retained by the county and may be used for the purposes described in section 4 of this chapter; and

(2) twenty-five percent (25%) of the revenue received from the tax rate imposed under section 2(b)(4) of this chapter shall be distributed among the eligible cities and towns as set forth in this section and may be used for the purposes set forth in this section:

However, the adopting body may, by ordinance, determine to allocate any percentage of the revenue that would otherwise be retained by the county under subdivision (1) to instead be allocated among the eligible cities and towns under subdivision (2):

SECTION 100. IC 6-3.6-6-21.3, AS AMENDED BY P.L.68-2025, SECTION 146, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 21.3. (a) This section applies to distributions of revenue before January 1, ~~2028~~ **2029**. This section:

(1) does not apply to:

(A) distributions made under this chapter to a civil taxing unit for fire protection services within a fire protection territory established under IC 36-8-19; or

(B) distributions of revenue under section 9 of this chapter (before its repeal); and

(2) applies only to the following:

(A) Any allocation or distribution of revenue under section 3(a)(2) of this chapter (as in effect before July 1, ~~2027~~ **2028**) that is made on the basis of property tax levies in counties that formerly imposed a tax under IC 6-3.5-1.1 (before its repeal on January 1, 2017).

(B) Any allocation or distribution of revenue under section 3(a)(3) of this chapter (as in effect before July 1, ~~2027~~ **2028**) that is made on the basis of property tax levies in counties that formerly imposed a tax under IC 6-3.5-6 (before its repeal on January 1, 2017).

(b) Subject to subsection (a), if two (2) or more:

(1) school corporations; or

(2) civil taxing units;

of an adopting county merge or consolidate to form a single school corporation or civil taxing unit, the school corporation or civil taxing unit that is in existence on January 1 of the current year is entitled to the combined pro rata distribution of the revenue under section 3(a)(2) or 3(a)(3) (as in effect before July 1, ~~2027~~ **2028**) of this chapter (as appropriate) allocated to each applicable school corporation or civil taxing unit in existence on January 1 of the immediately preceding calendar year prior to the merger or consolidation.



(c) The department of local government finance shall make adjustments to civil taxing units in accordance with IC 6-1.1-18.5-7.

SECTION 101. IC 6-3.6-6-22, AS ADDED BY P.L.68-2025, SECTION 147, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 22. (a) As used in this section, "municipality" means only a city or town that:

- (1) has a population of three thousand five hundred (3,500) or more; and
- (2) in the case of a city or town whose population decreased in the most recent federal decennial census from three thousand five hundred (3,500) or more to less than three thousand five hundred (3,500), has elected by ordinance to continue to use its previous population of three thousand five hundred (3,500) or more as set forth in section 23(b)(2) of this chapter for purposes of the allocation determination under section 6.1 of this chapter.

The term does not include a city or town that has made an election under section 23(b)(3) of this chapter.

(b) Beginning after December 31, ~~2027~~, **2028**, the fiscal body of a municipality may by ordinance and subject to subsection (e), impose a local income tax rate on the adjusted gross income of local taxpayers in the municipality that does not exceed one and two-tenths percent (1.2%).

(c) The following apply if a municipality imposes a local income tax rate under this section:

- (1) A local income tax rate imposed by a municipality under this section applies only to local taxpayers within the territory of the municipality.
- (2) The local income tax is imposed in addition to a tax imposed by the county in which the municipality is located in accordance with IC 6-3.6-4-1(a) and IC 6-3.6-4-1(c).
- (3) The following provisions of this article apply to a local income tax rate imposed by a municipality under subsection (b):
 - (A) IC 6-3.6-3 (adoption of the tax), including the effective date of an ordinance under IC 6-3.6-3-3.3.
 - (B) IC 6-3.6-4 (imposition of the tax), except that IC 6-3.6-4-2 and IC 6-3.6-4-3 do not apply.
 - (C) IC 6-3.6-8 (administration of the tax).

(4) A local income tax rate imposed by a municipality shall apply to ~~professional athletes who compete in the municipality, unless exempted under IC 6-3-2-27.5 or other provision of law: team members and race team members described in IC 6-3.6-2-13(3) on the income derived from services~~



performed as a team member or race team member in the municipality.

(d) The amount of the tax revenue that is from the local income tax rate imposed under this section and that is collected for a calendar year shall be treated as general purpose revenue and must be distributed to the fiscal officer of the municipality that imposed the tax before July 1 of the next calendar year.

(e) ~~Beginning after December 31, 2030,~~ A tax rate imposed under subsection (b) ~~shall expire~~ **expires** on December 31, **2032, and on December 31** of each calendar year **thereafter**. A municipality wishing to continue, increase, or decrease a tax rate ~~in~~ **for** the succeeding year must pass an ordinance to readopt a tax rate in accordance with IC 6-3.6-3-3.3. **However, if there are bonds, leases, or other obligations payable from a tax imposed under subsection (b) that remain outstanding and the municipality fails to adopt an ordinance to continue the expenditure tax rate under this subsection, the expenditure tax rate for the municipality for the succeeding year, or until the maturity date of those debt obligations, whichever is sooner, shall be the minimum tax rate necessary to produce one and twenty-five hundredths (1.25) times the sum of:**

- (1) the highest annual outstanding debt service;**
- (2) the highest annual lease payments; and**
- (3) any amount required under the agreements for the bonds or leases to be deposited in a sinking fund or other reserve;**

for the year. This subsection applies regardless of whether there is a modification in the tax rate or the rate is unchanged from the previous year.

(f) **A municipality that imposes a local income tax rate under this section shall work with the county to provide the geographic information prescribed by the state GIS officer to the state GIS officer. The required information must be submitted to the state GIS officer in the manner prescribed by the state GIS officer not later than August 1 each year.**

SECTION 102. IC 6-3.6-6-23, AS ADDED BY P.L.68-2025, SECTION 148, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 23. (a) This section applies in determining the population of a city or town for the purposes of this chapter.

(b) The following apply:

- (1) Except as provided in subdivisions (2) and (3), the population of a city or town is the population of the city or town that is



reported by the 2020 federal decennial census.

- (2) Beginning after ~~2030~~; **2032**, if the population of a city or town
- (A) increases from a population of less than three thousand five hundred (3,500); as reported by the immediately preceding federal decennial census; to a population of three thousand five hundred (3,500) or more; as reported by the most recent federal decennial census; or, if applicable, any corrected population count (as defined in IC 1-1-3.5-1.5) issued for the city or town in the year succeeding the most recent federal decennial census; or
- (B) decreases from a population of three thousand five hundred (3,500) or more; as reported by the immediately preceding federal decennial census; to a population of less than three thousand five hundred (3,500), as reported by the most recent federal decennial census; or, if applicable, any corrected population count (as defined in IC 1-1-3.5-1.5) issued for the city or town in the year succeeding the most recent federal decennial census,

the fiscal body of the city or town may adopt an ordinance on or before September 1 of the calendar year ~~immediately succeeding~~ **two (2) years after** the most recent federal decennial census to continue to use the population of the city or town as reported by the immediately preceding federal decennial census and the resulting determination for the city or town under section 22 of this chapter, notwithstanding the increase or decrease in its population as reported by the most recent federal decennial census as described in this subdivision. An ordinance adopted under this subdivision shall take effect on January 1 of the calendar year that immediately succeeds the year in which the ordinance is adopted. The fiscal officer of the city or town shall provide a certified copy of an ordinance adopted under this subdivision to the department of local government finance.

- (3) This subdivision applies only to cities and towns with a population of ~~more than~~ three thousand five hundred (3,500) **or more** but less than seven thousand (7,000). Notwithstanding any other provision, a fiscal body of a city or town may adopt an ordinance to elect to be treated as if the city's or town's population is less than three thousand five hundred (3,500) for purposes of a county local income tax rate and distribution under this chapter. An ordinance adopted under this subdivision shall take effect on January 1 of the calendar year that immediately succeeds the year in which the ordinance is adopted. The fiscal officer of the city or



town shall provide a certified copy of an ordinance adopted under this subdivision to the department of local government finance. An ordinance adopted by a city or town under this subdivision is not revocable and shall ~~not expire following the next federal decennial census~~; **expire December 31, 2032.**

SECTION 103. IC 6-3.6-7-0.5 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2029]: **Sec. 0.5. For taxable years beginning after December 31, 2027, a tax rate imposed by a county under this chapter may be imposed on a local taxpayer only if the county could impose the tax rates in IC 6-3.6-2(b)(1) through IC 6-3.6-2(b)(3) on the local taxpayer.**

SECTION 104. IC 6-3.6-7-9, AS AMENDED BY P.L.68-2025, SECTION 149, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 9. (a) This section applies only to Hancock County.

(b) The county fiscal body may, by ordinance, allocate part of the tax rate imposed under IC 6-3.6-5 (before its expiration), not to exceed a tax rate of fifteen hundredths percent (0.15%), to a property tax credit against the property tax liability imposed for public libraries in the county, if all territory in the county is included in a library district. The county treasurer shall establish a library property tax replacement fund to be used only for the purposes described in this section. Tax revenues derived from the part of the tax rate imposed under IC 6-3.6-5 (before its expiration) that is designated for property tax replacement credits under this section shall be deposited in the library property tax replacement fund. Any interest earned on money in the library property tax replacement fund shall be credited to the library property tax replacement fund.

(c) The amount of property tax replacement credits that each public library in the county is entitled to receive during a calendar year under this section (before the expiration of IC 6-3.6-5) equals the lesser of:

(1) the product of:

(A) the amount of revenue deposited by the county auditor in the library property tax replacement fund; multiplied by

(B) a fraction described as follows:

(i) The numerator of the fraction equals the sum of the total property taxes that would have been collected by the public library during the previous calendar year from taxpayers located within the library district if the property tax replacement under this section had not been in effect.

(ii) The denominator of the fraction equals the sum of the



total property taxes that would have been collected during the previous year from taxpayers located within the county by all public libraries that are eligible to receive property tax replacement credits under this section if the property tax replacement under this section had not been in effect; or

(2) the total property taxes that would otherwise be collected by the public library for the calendar year if the property tax replacement credit under this section were not in effect.

The department of local government finance shall make any adjustments necessary to account for the expansion of a library district. However, a public library is eligible to receive property tax replacement credits under this section only if it has entered into reciprocal borrowing agreements with all other public libraries in the county. If the total amount of tax revenue deposited by the county auditor in the library property tax replacement fund for a calendar year exceeds the total property tax liability that would otherwise be imposed for public libraries in the county for the year, the excess must remain in the library property tax replacement fund and may be used for library property tax replacement purposes in the following calendar year.

(d) A public library receiving property tax replacement credits under this section shall allocate the credits among each fund for which a distinct property tax levy is imposed in proportion to the property taxes levied for each fund. However, if a public library did not impose a property tax levy during the previous calendar year or did not impose a property tax levy for a particular fund during the previous calendar year, but the public library is imposing a property tax levy in the current calendar year or is imposing a property tax levy for the particular fund in the current calendar year, the department of local government finance shall adjust the amount of property tax replacement credits allocated among the various funds of the public library and shall provide the adjustment to the county auditor. If a public library receiving property tax replacement credits under this section does not impose a property tax levy for a particular fund that is first due and payable in a calendar year in which the property tax replacement credits are being distributed, the public library is not required to allocate to that fund a part of the property tax replacement credits to be distributed to the public library. Notwithstanding IC 6-1.1-20-1.1(a)(1), a public library that receives property tax replacement credits under this section is subject to the procedures for the issuance of bonds set forth in IC 6-1.1-20.

(e) A public library shall treat property tax replacement credits received during a particular calendar year under this section as a part



of the public library's property tax levy for each fund for that same calendar year for purposes of fixing the public library's budget and for purposes of the property tax levy limits imposed by IC 6-1.1-18.5.

(f) For the purpose of allocating tax revenue under IC 6-3.6-6 and computing and distributing tax revenue under IC 6-5.5 or IC 6-6-5, the property tax replacement credits that are received under this section shall be treated as though they were property taxes that were due and payable during that same calendar year.

(g) The county fiscal body shall adopt a resolution to allow a one (1) time transfer to be made after December 31, 2028, but not later than July 1, 2029, of money from the library property tax replacement fund in an amount equal to the balance of the fund as of December 31, 2028, to be allocated between the:

(1) Hancock County Public Library for deposit in the general fund; and

(2) Fortville Public Library for deposit in the general fund.

The amount shall be allocated between the Hancock County Public Library and Fortville Public Library based on each library's proportional share of the population in each library district compared to the total population in both library districts, based on the most recent federal decennial census. After the county fiscal body adopts a resolution under this subsection, before the transfer may be made, and not later than July 1, 2029, the Hancock County Public Library and Fortville Public Library shall each adopt a substantially similar resolution requesting that the transfer be made and provide certified copies to the county fiscal body. Upon receiving the certified copies, the county fiscal body shall make the transfer under this subsection.

SECTION 105. IC 6-3.6-7-14, AS AMENDED BY P.L.38-2021, SECTION 45, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 14. (a) This section applies only to Marshall County.

(b) The county fiscal body may impose a tax on the adjusted gross income of local taxpayers at a tax rate that does not exceed the lesser of the following:

(1) Twenty-five hundredths percent (0.25%).

(2) The rate necessary to carry out the purposes described in subsection (c).

(c) Revenue raised from a tax under this section may be used only for the following purposes:

(1) To finance, construct, acquire, improve, renovate, or equip:

(A) jail facilities;



(B) juvenile court, detention, and probation facilities;

(C) other criminal justice facilities; and

(D) related buildings and parking facilities;

located in the county, including costs related to the demolition of existing buildings and the acquisition of land.

(2) Repay bonds issued or leases entered into for the purposes described in subdivision (1).

(d) The tax imposed under this section may be imposed only until the last of the following dates:

(1) The date on which the purposes described in subsection (c)(1) are completed.

(2) The date on which the last of any bonds issued (including any refunding bonds) or leases described in subsection (c)(2) are fully paid.

The term of the bonds issued (including any refunding bonds) or a lease entered into under subsection (c)(2) may not exceed twenty (20) years.

(e) Money accumulated from the tax under this section after the tax imposed by this section is terminated shall be transferred to the county jail fund to be established under subsection (f).

(f) The county auditor shall establish a county jail fund that shall only be used for:

(1) maintenance of a jail facility; and

(2) **costs otherwise incurred for the operation of the county jail.**

Money in the county jail fund shall not be used to issue new debt or enter into leases, notwithstanding any other sections of this chapter.

SECTION 106. IC 6-3.6-7-27, AS AMENDED BY P.L.197-2016, SECTION 63, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2028]: Sec. 27. (a) This section applies only to an eligible county, as defined in IC 8-25-1-4.

(b) If the voters of the county approve a local public question under IC 8-25-2, the fiscal body of the county may adopt an ordinance to provide for the use of local income tax revenues ~~attributable to an additional tax rate imposed under IC 6-3.6-6~~ to fund a public transportation project under IC 8-25. However, a county fiscal body shall adopt an ordinance under this subsection if required by IC 8-25-6-10 to impose an additional tax rate on the county taxpayers (as defined in IC 8-24-1-10) who reside in a township in which the voters approve a public transportation project in a local public question held under IC 8-25-6. An ordinance adopted under this subsection must specify an additional tax rate to be imposed in the county (or township



in the case of an additional rate required by IC 8-25-6-10) of at least one-tenth percent (0.1%), but not more than twenty-five hundredths percent (0.25%). If an ordinance is adopted under this subsection, the amount of the certified distribution attributable to the additional tax rate imposed under this subsection must be:

- (1) retained by the county auditor;
- (2) deposited in the county public transportation project fund established under IC 8-25-3-7; and
- (3) used for the purpose provided in this subsection instead of as a property tax replacement distribution.

(c) The tax rate under this section ~~plus the tax rate under IC 6-3.6-6~~ **may not exceed the tax rate may not be considered for purposes of determining the maximum allowable tax rate** specified in IC 6-3.6-6-2.

SECTION 107. IC 6-3.6-8-3, AS ADDED BY P.L.243-2015, SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 3. (a) For purposes of this article, an individual shall be treated as a resident of the county in which the individual:

- (1) maintains a home, if the individual maintains only one (1) home in Indiana;
- (2) if subdivision (1) does not apply, is registered to vote;
- (3) if subdivision (1) or (2) does not apply, registers the individual's personal automobile; or
- (4) spent ~~the majority~~ **more** of the individual's time in Indiana during the taxable year in question **compared to any other county**, if subdivision (1), (2), or (3) does not apply.

(b) The residence or principal place of business or employment of an individual is to be determined on January 1 of the calendar year in which the individual's taxable year commences. If an individual changes the location of the individual's residence or principal place of employment or business to another county in Indiana during a calendar year, the individual's liability for tax is not affected.

(c) Notwithstanding subsection (b), if an individual becomes a local taxpayer for purposes of IC 36-7-27 during a calendar year because the individual:

- (1) changes the location of the individual's residence to a county in which the individual begins employment or business at a qualified economic development tax project (as defined in IC 36-7-27-9); or
- (2) changes the location of the individual's principal place of employment or business to a qualified economic development tax project and does not reside in another county in which a tax is in



effect;
 the individual's adjusted gross income attributable to employment or business at the qualified economic development tax project is taxable only by the county containing the qualified economic development tax project.

SECTION 108. IC 6-3.6-8-3, AS AMENDED BY P.L.68-2025, SECTION 151, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2029]: Sec. 3. (a) For purposes of this article, an individual shall be treated as a resident of the county (or the municipality in the case of a local income tax imposed under IC 6-3.6-6-22) in which the individual:

- (1) maintains a home, if the individual maintains only one (1) home in Indiana;
- (2) if subdivision (1) does not apply, is registered to vote;
- (3) if subdivision (1) or (2) does not apply, registers the individual's personal automobile; or
- (4) spent ~~the majority~~ **more** of the individual's time in Indiana during the taxable year in question **compared to any other county**, if subdivision (1), (2), or (3) does not apply.

(b) The residence of an individual is to be determined on January 1 of the calendar year in which the individual's taxable year commences. If an individual changes the location of the individual's residence to another county (or municipality in the case of a local income tax imposed under IC 6-3.6-6-22) in Indiana during a calendar year, the individual's liability for tax is not affected.

(c) Notwithstanding subsection (b), if an individual becomes a local taxpayer for purposes of IC 36-7-27 during a calendar year because the individual changes the location of the individual's residence to a county or municipality in which the individual begins employment or business at a qualified economic development tax project (as defined in IC 36-7-27-9), the individual's adjusted gross income attributable to employment or business at the qualified economic development tax project is taxable only by the county or municipality containing the qualified economic development tax project.

(d) In determining residency for purposes of a local income tax imposed under IC 6-3.6-6-2(b)(4) or IC 6-3.6-6-22, the following apply:

- (1) The criteria in subsection (a)(1) through (a)(4) must be applied to municipalities and the parts of a county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4).**
- (2) If an individual meets the criteria in subsection (a)(1) through (a)(3) for an area in the county in which the county**



may impose a tax rate under IC 6-3.6-6-2(b)(4), the individual is considered a resident of that area of the county and is subject to a tax rate imposed under IC 6-3.6-6-2(b)(4).

(3) If an individual is a resident of the county pursuant to subsection (a)(4), the:

(A) time spent in all areas within the county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4) shall be aggregated; and

(B) determination of the individual's residence within the county shall be determined solely by the time spent in the municipality (or part of the county) and the parts of a county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4).

SECTION 109. IC 6-3.6-8-7, AS ADDED BY P.L.243-2015, SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2029]: Sec. 7. In the case of a local taxpayer who is a resident of Perry County, **or a resident of a municipality located in Perry County in the case of a local income tax imposed under IC 6-3.6-6-22**, the term "adjusted gross income" does not include adjusted gross income that is:

(1) earned in a county that is:

(A) located in another state; and

(B) adjacent to the county in which the taxpayer resides; and

(2) subject to an income tax imposed by a county, city, town, or other local governmental entity in the other state.

SECTION 110. IC 6-3.6-9-1, AS AMENDED BY P.L.68-2025, SECTION 154, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 1. (a) The budget agency shall maintain an accounting for each county imposing a tax based on annual returns filed by or for county taxpayers. Any undistributed amounts so accounted for shall be held in reserve for the respective counties separate from the state general fund.

(b) Undistributed amounts shall be invested by the treasurer of state and the income earned shall be credited to the counties based on each county's undistributed amount.

(c) This section expires December 31, ~~2027~~: **2028**.

SECTION 111. IC 6-3.6-9-5, AS AMENDED BY P.L.68-2025, SECTION 158, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 5. (a) Before October 1 of each calendar year, the budget agency shall certify to the department of local government finance and the county auditor of each adopting county the amount determined under sections 4 and 4.1 of this chapter. The



amount certified is the county's certified distribution for the immediately succeeding calendar year. The amount certified shall be adjusted, as necessary, under sections 6 and 7 of this chapter. Subject to subsection (b), not later than thirty (30) days after receiving the amount of the certified distribution, the department of local government finance shall determine for each taxing unit and notify the county auditor of the certified amount that will be distributed to the taxing unit under this chapter during the ensuing calendar year. Not later than thirty (30) days after receiving the department's estimate, the county auditor shall notify each taxing unit of the certified amounts for the taxing unit.

(b) This subsection applies to Lake County. When the department of local government finance notifies the county auditor of the certified amount that will be distributed to the taxing unit under this chapter during the ensuing calendar year, the department of local government finance shall also determine the amount of general purpose revenue allocated for economic development purposes that will be distributed to each civil taxing unit, reduced by an amount that is equal to the following percentages of the tax revenue that would otherwise be allocated for economic development purposes and distributed to the civil taxing unit:

- (1) For Lake County, an amount equal to twenty-five percent (25%).
- (2) For Crown Point, an amount equal to ten percent (10%).
- (3) For Dyer, an amount equal to fifteen percent (15%).
- (4) For Gary, an amount equal to seven and five-tenths percent (7.5%).
- (5) For Hammond, an amount equal to fifteen percent (15%).
- (6) For Highland, an amount equal to twelve percent (12%).
- (7) For Hobart, an amount equal to eighteen percent (18%).
- (8) For Lake Station, an amount equal to twenty percent (20%).
- (9) For Lowell, an amount equal to fifteen percent (15%).
- (10) For Merrillville, an amount equal to twenty-two percent (22%).
- (11) For Munster, an amount equal to thirty-four percent (34%).
- (12) For New Chicago, an amount equal to one percent (1%).
- (13) For Schererville, an amount equal to ten percent (10%).
- (14) For Schneider, an amount equal to twenty percent (20%).
- (15) For Whiting, an amount equal to twenty-five percent (25%).
- (16) For Winfield, an amount equal to fifteen percent (15%).

The department of local government finance shall notify the county auditor of the remaining amounts to be distributed and the amounts of



the reductions that will be withheld under IC 6-3.6-11-5.5.

(c) This subsection applies to a distribution under IC 6-3.6-6-4.3 of tax revenue raised from a local income tax rate for fire protection and emergency medical services. Before the department of local government finance may certify a distribution, each provider of fire protection and emergency medical services located within a county shall certify to the department of local government finance the boundaries of the service area within the county served by the provider. If a provider does not certify the provider's service area to the department of local government finance, the department of local government finance shall use the most recent certified net assessed valuation submitted by the county auditor pursuant to IC 6-1.1-17-1 for the taxing unit served by the provider to determine the service boundaries for the provider. For purposes of this subsection, the service boundaries of a provider may not include any area served under a mutual aid agreement.

SECTION 112. IC 6-3.6-9-10, AS AMENDED BY P.L.68-2025, SECTION 164, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 10. The budget agency shall also certify information concerning the part of the certified distribution that is attributable to each of the following:

- (1) The tax rate imposed under IC 6-3.6-5 (before its expiration). This subdivision expires July 1, ~~2028~~. **2029**.
- (2) The tax rate imposed under IC 6-3.6-6, separately stating:
 - (A) the part of the distribution attributable to a tax rate imposed under IC 6-3.6-6-2.5 (before its repeal);
 - (B) the part of the distribution attributable to a tax rate imposed under IC 6-3.6-6-2.6 (before its repeal);
 - (C) the part of the distribution attributable to a tax rate imposed under IC 6-3.6-6-2.7 (before its repeal);
 - (D) the part of the distribution attributable to a tax rate imposed under IC 6-3.6-6-2.8 (before its repeal); and
 - (E) the part of the distribution attributable to a tax rate imposed under IC 6-3.6-6-2.9 (before its repeal).
- (3) Each tax rate imposed under IC 6-3.6-7.
- (4) In the case of Marion County, the local income taxes paid by local taxpayers described in IC 6-3.6-2-13(3).

The amount certified shall be adjusted to reflect any adjustment in the certified distribution under this chapter.

SECTION 113. IC 6-3.6-9-12, AS AMENDED BY P.L.68-2025, SECTION 166, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 12. One-twelfth (1/12) of each



adopting county's certified distribution for a calendar year shall be distributed:

- (1) before January 1, ~~2028~~, **2029**, from its trust account established under this chapter; and
 - (2) after December 31, ~~2027~~, **2028**, from the state and local income tax holding account established under this chapter;
- to the appropriate county treasurer on the first regular business day of each month of that calendar year.

SECTION 114. IC 6-3.6-9-13, AS AMENDED BY P.L.68-2025, SECTION 167, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 13. (a) All distributions from a trust account established under this chapter shall be made by warrants issued by the state comptroller to the treasurer of state ordering the appropriate payments.

(b) This section expires December 31, ~~2027~~, **2028**.

SECTION 115. IC 6-3.6-9-17.5, AS ADDED BY P.L.68-2025, SECTION 171, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 17.5. After December 31, ~~2027~~, **2028**, the county's certified distribution amount for ~~2028~~ **2029** shall be maintained in the accounting for the county under section 21 of this chapter and transferred as set forth in section 21 of this chapter.

SECTION 116. IC 6-3.6-9-21, AS ADDED BY P.L.68-2025, SECTION 173, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 21. (a) The budget agency shall maintain an accounting for each county imposing a tax based on annual returns filed by or for county taxpayers. Beginning after December 31, ~~2027~~, **2028**, any undistributed amounts so accounted shall be held for purposes of the state and local income tax holding account.

(b) After December 1 but before December 31 of each year, the budget agency shall present to the budget committee a report of the following:

- (1) An estimate of the monthly certified distribution amounts for the immediately succeeding calendar year.
- (2) A description of the method used to determine the monthly estimates under subdivision (1).

(c) Beginning in ~~2028~~, **2029**, and in each calendar year thereafter, the budget agency shall each month transfer to the state and local income tax holding account the amount determined for the month under subsection (b)(1) for distribution under this chapter.

(d) In the case of a county that imposes a tax rate under IC 6-3.6-6-2 or a municipality that imposes a tax rate under IC 6-3.6-6-22 beginning after December 31, ~~2027~~, **2028**, the budget agency shall withhold, from



each of the first three (3) annual certified distributions resulting from the tax rate, an amount equal to five percent (5%) of the county's or municipality's, as applicable, annual certified distribution resulting from the tax rate. The amounts withheld under this subsection shall be credited to the respective county's or municipality's trust account.

SECTION 117. IC 6-3.6-10-9, AS ADDED BY P.L.68-2025, SECTION 178, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE MAY 10, 2025 (RETROACTIVE)]: Sec. 9. (a) Notwithstanding any other law, for bonds, leases, or any other obligations incurred after May 9, 2025, a county, city, town, and any other taxing unit may not pledge for payment from tax revenue received under this article an amount that exceeds an amount equal to twenty-five percent (25%) of the taxing unit's certified distribution under this article.

(b) This section expires July 1, ~~2027~~ **2028**.

SECTION 118. IC 6-3.6-11-3, AS AMENDED BY P.L.68-2025, SECTION 180, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2028]: Sec. 3. (a) This section applies to Lake County's categorizations, allocations, and distributions under IC 6-3.6-5 (before its expiration).

(b) The rate under the former tax in Lake County that was used for any of the following shall be categorized under IC 6-3.6-5 (before its expiration), and the Lake County council may adopt an ordinance providing that the revenue from the tax rate under this section may be used for any of the following:

(1) To reduce all property tax levies imposed by the county by the granting of property tax replacement credits against those property tax levies.

(2) To provide local property tax replacement credits in Lake County in the following manner:

(A) The tax revenue under this section that is collected from taxpayers within a particular municipality in Lake County (as determined by the department of state revenue based on the department's best estimate) shall be used only to provide a local property tax credit against property taxes imposed by that municipality.

(B) The tax revenue under this section that is collected from taxpayers within the unincorporated area of Lake County (as determined by the department of state revenue) shall be used only to provide a local property tax credit against property taxes imposed by the county. The local property tax credit for the unincorporated area of Lake County shall be available only



to those taxpayers within the unincorporated area of the county.

- (3) To provide property tax credits in the following manner:
- (A) Sixty percent (60%) of the tax revenue shall be used as provided in subdivision (2).
 - (B) Forty percent (40%) of the tax revenue shall be used to provide property tax replacement credits against property tax levies of the county and each township and municipality in the county. The percentage of the tax revenue distributed under this item that shall be used as credits against the county's levies or against a particular township's or municipality's levies is equal to the percentage determined by dividing the population of the county, township, or municipality by the sum of the total population of the county, each township in the county, and each municipality in the county.

The Lake County council shall determine whether the credits under subdivision (1), (2), or (3) shall be provided to homesteads, to all qualified residential property, or to all taxpayers. The department of local government finance, with the assistance of the budget agency, shall certify to the county auditor and the fiscal body of the county and each township and municipality in the county the amount of property tax credits under this section. The tax revenue under this section that is used to provide credits under this section shall be treated for all purposes as property tax levies but shall not be considered for purposes of computing the maximum permissible property tax levy under IC 6-1.1-18.5-3 or the credit under IC 6-1.1-20.6.

(c) Any ordinance adopted under subsection (b) expires December 31, ~~2027~~ **2028**.

(d) This section expires July 1, ~~2028~~ **2031**.

SECTION 119. IC 6-6-5-5, AS AMENDED BY P.L.230-2025, SECTION 87, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)]: Sec. 5. A person that owns a vehicle and that is entitled to a property tax deduction under IC 6-1.1-12-13 (**before its expiration**), IC 6-1.1-12-14, or IC 6-1.1-12-16 (~~before its expiration~~) is entitled to a credit against the vehicle excise tax as follows: Any remaining deduction from assessed valuation to which the person is entitled, applicable to property taxes payable in the year in which the excise tax imposed by this chapter is due, after allowance of the deduction on real estate and personal property owned by the person, shall reduce the vehicle excise tax in the amount of two dollars (\$2) on each one hundred dollars (\$100) of taxable value or major portion thereof. The county auditor shall, upon



request, furnish a certified statement to the person verifying the credit allowable under this section, and the statement shall be presented to and retained by the bureau to support the credit.

SECTION 120. IC 6-6-5-5.2, AS AMENDED BY P.L.230-2025, SECTION 88, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)]: Sec. 5.2. (a) This section applies to a registration year beginning after December 31, 2013.

(b) Subject to subsection (d), an individual may claim a credit against the tax imposed by this chapter upon a vehicle owned by the individual if the individual is eligible for the credit under any of the following:

- (1) The individual meets all the following requirements:
 - (A) The individual served in the military or naval forces of the United States during any of its wars.
 - (B) The individual received an honorable discharge.
 - (C) The individual has a disability with a service connected disability of ten percent (10%) or more.
 - (D) The individual's disability is evidenced by:
 - (i) a pension certificate, an award of compensation, or a disability compensation check issued by the United States Department of Veterans Affairs; or
 - (ii) a certificate of eligibility issued to the individual by the Indiana department of veterans' affairs after the Indiana department of veterans' affairs has determined that the individual's disability qualifies the individual to receive a credit under this section.
 - (E) The individual does not own property to which a property tax deduction may be applied under IC 6-1.1-12-13 (**before its expiration**).
- (2) The individual meets all the following requirements:
 - (A) The individual served in the military or naval forces of the United States for at least ninety (90) days.
 - (B) The individual received an honorable discharge.
 - (C) The individual either:
 - (i) has a total disability; or
 - (ii) is at least sixty-two (62) years of age and has a disability of at least ten percent (10%).
 - (D) The individual's disability is evidenced by:
 - (i) a pension certificate or an award of compensation issued by the United States Department of Veterans Affairs; or
 - (ii) a certificate of eligibility issued to the individual by the Indiana department of veterans' affairs after the Indiana



department of veterans' affairs has determined that the individual's disability qualifies the individual to receive a credit under this section.

(E) The individual does not own property to which a property tax deduction may be applied under IC 6-1.1-12-14.

(3) The individual meets both of the following requirements:

(A) The individual is the surviving spouse of any of the following:

(i) An individual who would have been eligible for a credit under this section if the individual had been alive in 2013 and this section had been in effect in 2013.

(ii) An individual who received a credit under this section in the previous calendar year.

(iii) A World War I veteran.

(B) The individual does not own property to which a property tax deduction may be applied under IC 6-1.1-12-13 **(before its expiration)**, IC 6-1.1-12-14, or IC 6-1.1-12-16. ~~(before its expiration)~~.

(c) The amount of the credit that may be claimed under this section is equal to the lesser of the following:

(1) The amount of the excise tax liability for the individual's vehicle as determined under section 3 or 3.5 of this chapter, as applicable.

(2) Seventy dollars (\$70).

(d) The maximum number of motor vehicles for which an individual may claim a credit under this section is two (2).

(e) An individual may not claim a credit under both:

(1) this section; and

(2) section 5 of this chapter.

(f) The credit allowed by this section must be claimed on a form prescribed by the bureau. An individual claiming the credit must attach to the form an affidavit from the county auditor stating that the claimant does not own property to which a property tax deduction may be applied under IC 6-1.1-12-13 **(before its expiration)**, IC 6-1.1-12-14, or IC 6-1.1-12-16. ~~(before its expiration)~~.

SECTION 121. IC 6-6-5.1-2, AS AMENDED BY P.L.256-2017, SECTION 43, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2. The following definitions apply throughout this chapter:

(1) "Bureau" refers to the bureau of motor vehicles.

(2) "Mobile home" has the meaning set forth in ~~IC 6-1.1-7-1.~~

IC 9-13-2-103.2. The term includes a manufactured home (as



defined in IC 9-13-2-96(a)).

(3) "Owner" means:

(A) in the case of a recreational vehicle, the person in whose name the recreational vehicle is registered under IC 9-18 (before its expiration) or IC 9-18.1; or

(B) in the case of a truck camper, the person holding title to the truck camper.

(4) "Recreational vehicle" has the meaning set forth in IC 9-13-2-150.

(5) "Truck camper" has the meaning set forth in IC 9-13-2-188.3.

SECTION 122. IC 6-6-6.5-13, AS AMENDED BY P.L.230-2025, SECTION 89, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]: Sec. 13. (a) As the basis for measuring the tax imposed by this chapter, the department shall classify every taxable aircraft in its proper class according to the following classification plan:

CLASS	DESCRIPTION
A	Piston-driven
B	Piston-driven, and Pressurized
C	Turbine driven or other Powered
D	Homebuilt, Gliders, or Hot Air Balloons

(b) The tax imposed under this chapter is based on the age, class, and maximum landing weight of the taxable aircraft. The amount of tax imposed on the taxable aircraft is based on the following table:

Age	Class A	Class B	Class C	Class D
0-4	\$.04/lb	\$.065/lb	\$.09/lb	\$.0175/lb
5-8	\$.035/lb	\$.055/lb	\$.08/lb	\$.015/lb
9-12	\$.03/lb	\$.05/lb	\$.07/lb	\$.0125/lb
13-16	\$.025/lb	\$.025/lb	\$.025/lb	\$.01/lb
17-25	\$.02/lb	\$.02/lb	\$.02/lb	\$.0075/lb
over 25	\$.01/lb	\$.01/lb	\$.01/lb	\$.005/lb

(c) An aircraft owner, who sells an aircraft on which the owner has paid the tax imposed under this chapter, is entitled to a credit for the tax paid. The credit equals excise tax paid on the aircraft that was sold, times the lesser of:

(1) ninety percent (90%); or

(2) ten percent (10%) times the number of months remaining in the registration year after the sale of the aircraft.

The credit may only be used to reduce the tax imposed under this



chapter on another aircraft purchased by that owner during the registration year in which the credit accrues. A person may not receive a refund for a credit under this subsection.

(d) A person who is entitled to a property tax deduction under IC 6-1.1-12-13 (**before its expiration**) or IC 6-1.1-12-14 is entitled to a credit against the tax imposed on the person's aircraft under this chapter. The credit equals the amount of the property tax deduction to which the person is entitled under IC 6-1.1-12-13 (**before its expiration**) and IC 6-1.1-12-14 minus the amount of that deduction used to offset the person's property taxes or vehicle excise taxes, times seven hundredths (.07). The credit may not exceed the amount of the tax due under this chapter. The county auditor shall, upon the person's request, furnish a certified statement showing the credit allowable under this subsection. The department may not allow a credit under this subsection until the auditor's statement has been filed in the department's office.

SECTION 123. IC 6-9-18-3, AS AMENDED BY THE TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 3. (a) The fiscal body of a county may levy a tax on every person engaged in the business of renting or furnishing, for periods of less than thirty (30) days, any room or rooms, lodgings, or accommodations in any:

- (1) hotel;
- (2) motel;
- (3) boat motel;
- (4) inn;
- (5) college or university memorial union;
- (6) college or university residence hall or dormitory; or
- (7) tourist cabin;

located in the county.

(b) The tax does not apply to gross income received in a transaction in which:

- (1) a student rents lodgings in a college or university residence hall while that student participates in a course of study for which the student receives college credit from a college or university located in the county; or
- (2) a person rents a room, lodging, or accommodations for a period of thirty (30) days or more.

(c) The tax may not exceed:

- (1) the rate of five percent (5%) in a county other than a county subject to subdivision (2), (3), ~~or~~ (4), **or (5)**;

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- (2) after June 30, 2019, and except as provided in section 6.7 of this chapter, the rate of eight percent (8%) in Howard County; ~~or~~
- (3) after June 30, 2021, the rate of nine percent (9%) in Daviess County;
- (4) after June 30, 2026, the rate of eight percent (8%) in DeKalb County; or**
- (5) after June 30, 2026, the rate of eight percent (8%) in Noble County.**

The tax is imposed on the gross retail income derived from lodging income only and is in addition to the state gross retail tax imposed under IC 6-2.5.

(d) The county fiscal body may adopt an ordinance to require that the tax shall be paid monthly to the county treasurer. If such an ordinance is adopted, the tax shall be paid to the county treasurer not more than twenty (20) days after the end of the month the tax is collected. If such an ordinance is not adopted, the tax shall be imposed, paid, and collected in exactly the same manner as the state gross retail tax is imposed, paid, and collected under IC 6-2.5.

(e) All of the provisions of IC 6-2.5 relating to rights, duties, liabilities, procedures, penalties, definitions, exemptions, and administration are applicable to the imposition and administration of the tax imposed under this section except to the extent those provisions are in conflict or inconsistent with the specific provisions of this chapter or the requirements of the county treasurer. If the tax is paid to the department of state revenue, the return to be filed for the payment of the tax under this section may be either a separate return or may be combined with the return filed for the payment of the state gross retail tax as the department of state revenue may, by rule, determine.

(f) If the tax is paid to the department of state revenue, the amounts received from the tax imposed under this section shall be paid monthly by the treasurer of state to the county treasurer upon warrants issued by the state comptroller."

Page 50, between lines 10 and 11, begin a new paragraph and insert:
 "SECTION 125. IC 6-9-78.2 IS ADDED TO THE INDIANA CODE AS A **NEW** CHAPTER TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]:

Chapter 78.2. Rush County Food and Beverage Tax

Sec. 1. This chapter applies to Rush County.

Sec. 2. The definitions in IC 6-9-12-1 apply throughout this chapter.

Sec. 3. (a) The fiscal body of the county may adopt an ordinance on or before December 31, 2026, to impose an excise tax, known as



the county food and beverage tax, on transactions described in section 4 of this chapter. The fiscal body of the county may adopt an ordinance under this subsection only after the county fiscal body has previously held at least one (1) separate public hearing in which a discussion of the proposed ordinance to impose the county food and beverage tax is the only substantive issue on the agenda for the public hearing.

(b) If the county fiscal body adopts an ordinance under subsection (a), the county fiscal body shall immediately send a certified copy of the ordinance to the department of state revenue.

(c) If the county fiscal body adopts an ordinance under subsection (a), the county food and beverage tax applies to transactions that occur after the later of the following:

- (1) The day specified in the ordinance.
- (2) The last day of the month that succeeds the month in which the ordinance is adopted.

Sec. 4. (a) Except as provided in subsection (c), a tax imposed under section 3 of this chapter applies to a transaction in which food or beverage is furnished, prepared, or served:

- (1) for consumption at a location or on equipment provided by a retail merchant;
- (2) in the county in which the tax is imposed; and
- (3) by a retail merchant for consideration.

(b) Transactions described in subsection (a)(1) include transactions in which food or beverage is:

- (1) served by a retail merchant off the merchant's premises;
- (2) sold in a heated state or heated by a retail merchant;
- (3) made of two (2) or more food ingredients, mixed or combined by a retail merchant for sale as a single item (other than food that is only cut, repackaged, or pasteurized by the seller, and eggs, fish, meat, poultry, and foods containing these raw animal foods requiring cooking by the consumer as recommended by the federal Food and Drug Administration in chapter 3, subpart 3-401.11 of its Food Code so as to prevent food borne illnesses); or
- (4) sold with eating utensils provided by a retail merchant, including plates, knives, forks, spoons, glasses, cups, napkins, or straws (for purposes of this subdivision, a plate does not include a container or package used to transport food).

(c) The county food and beverage tax does not apply to the furnishing, preparing, or serving of a food or beverage in a transaction that is exempt, or to the extent the transaction is



exempt, from the state gross retail tax imposed by IC 6-2.5.

Sec. 5. The county food and beverage tax rate:

- (1) must be imposed in an increment of twenty-five hundredths percent (0.25%); and
- (2) may not exceed one percent (1%);

of the gross retail income received by the merchant from the food or beverage transaction described in section 4 of this chapter. For purposes of this chapter, the gross retail income received by the retail merchant from a transaction does not include the amount of tax imposed on the transaction under IC 6-2.5.

Sec. 6. A tax imposed under this chapter is imposed, paid, and collected in the same manner that the state gross retail tax is imposed, paid, and collected under IC 6-2.5. However, the return to be filed with the payment of the tax imposed under this chapter may be made on a separate return or may be combined with the return filed for the payment of the state gross retail tax, as prescribed by the department of state revenue.

Sec. 7. The amounts received from the tax imposed under this chapter shall be paid monthly by the treasurer of state to the county fiscal officer upon warrants issued by the state comptroller.

Sec. 8. (a) If a tax is imposed under section 3 of this chapter by the county, the county fiscal officer shall establish a food and beverage tax receipts fund.

(b) The county fiscal officer shall deposit in the fund all amounts received under this chapter.

(c) Money earned from the investment of money in the fund becomes a part of the fund.

Sec. 9. Money in the food and beverage tax receipts fund must be used by the county only for the following purposes:

- (1) Economic development and tourism related purposes or facilities, including the purchase of land for economic development or tourism related purposes.
- (2) The pledge of money under IC 5-1-14-4 for bonds, leases, or other obligations incurred for a purpose described in subdivision (1).

Revenue derived from the imposition of a tax under this chapter may be treated by the county as additional revenue for the purpose of fixing its budget for the budget year during which the revenues are to be distributed to the county.

Sec. 10. With respect to obligations for which a pledge has been made under section 9 of this chapter, the general assembly covenants with the holders of the obligations that this chapter will



not be repealed or amended in a manner that will adversely affect the imposition or collection of the tax imposed under this chapter if the payment of any of the obligations is outstanding.

Sec. 11. (a) If the county imposes the tax authorized by this chapter, the tax terminates on July 1, 2049.

(b) This chapter expires July 1, 2049.

SECTION 126. IC 6-9-78.3 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]:

Chapter 78.3. Greendale Food and Beverage Tax

Sec. 1. This chapter applies to the city of Greendale.

Sec. 2. The definitions in IC 6-9-12-1 apply throughout this chapter.

Sec. 3. (a) The fiscal body of the city may adopt an ordinance to impose an excise tax, known as the city food and beverage tax, on transactions described in section 4 of this chapter. The fiscal body of the city may adopt an ordinance under this subsection only after the city fiscal body has previously:

- (1) adopted a resolution in support of the proposed city food and beverage tax; and**
- (2) held at least one (1) separate public hearing in which a discussion of the proposed ordinance to impose the city food and beverage tax is the only substantive issue on the agenda for the public hearing.**

(b) If the city fiscal body adopts an ordinance under subsection (a), the city fiscal body shall immediately send a certified copy of the ordinance to the department of state revenue.

(c) If the city fiscal body adopts an ordinance under subsection (a), the city food and beverage tax applies to transactions that occur after the last day of the month following the month in which the ordinance is adopted.

Sec. 4. (a) Except as provided in subsection (c), a tax imposed under section 3 of this chapter applies to a transaction in which food or beverage is furnished, prepared, or served:

- (1) for consumption at a location or on equipment provided by a retail merchant;**
- (2) in the city; and**
- (3) by a retail merchant for consideration.**

(b) Transactions described in subsection (a)(1) include transactions in which food or beverage is:

- (1) served by a retail merchant off the merchant's premises;**
- (2) sold in a heated state or heated by a retail merchant;**



(3) made of two (2) or more food ingredients, mixed or combined by a retail merchant for sale as a single item (other than food that is only cut, repackaged, or pasteurized by the seller, and eggs, fish, meat, poultry, and foods containing these raw animal foods requiring cooking by the consumer as recommended by the federal Food and Drug Administration in chapter 3, subpart 3-401.11 of its Food Code so as to prevent food borne illnesses); or

(4) sold with eating utensils provided by a retail merchant, including plates, knives, forks, spoons, glasses, cups, napkins, or straws (for purposes of this subdivision, a plate does not include a container or package used to transport the food).

(c) The city food and beverage tax does not apply to the furnishing, preparing, or serving of a food or beverage in a transaction that is exempt, or to the extent the transaction is exempt, from the state gross retail tax imposed by IC 6-2.5.

Sec. 5. The city food and beverage tax rate:

(1) must be imposed in an increment of twenty-five hundredths percent (0.25%); and

(2) may not exceed one percent (1%);

of the gross retail income received by the merchant from the food or beverage transaction described in section 4 of this chapter. For purposes of this chapter, the gross retail income received by the retail merchant from a transaction does not include the amount of tax imposed on the transaction under IC 6-2.5.

Sec. 6. A tax imposed under this chapter shall be imposed, paid, and collected in the same manner that the state gross retail tax is imposed, paid, and collected under IC 6-2.5. However, the return to be filed with the payment of the tax imposed under this chapter may be made on a separate return or may be combined with the return filed for the payment of the state gross retail tax, as prescribed by the department of state revenue.

Sec. 7. The amounts received from the tax imposed under this chapter shall be paid monthly by the treasurer of state to the city fiscal officer upon warrants issued by the state comptroller.

Sec. 8. (a) If a tax is imposed under section 3 of this chapter by the city, the city fiscal officer shall establish a food and beverage tax receipts fund.

(b) The city fiscal officer shall deposit in the fund all amounts received under this chapter.

(c) Money earned from the investment of money in the fund becomes a part of the fund.



Sec. 9. Money in the food and beverage tax receipts fund must be used by the city only for the following purposes:

- (1) Park and recreation purposes, including the purchase of land for park and recreation purposes.**
- (2) Economic development and tourism related purposes or facilities, including the purchase of land for economic development or tourism related purposes.**
- (3) The pledge of money under IC 5-1-14-4 for bonds, leases, or other obligations incurred for a purpose described in subdivisions (1) and (2).**

Sec. 10. With respect to obligations for which a pledge has been made under section 9 of this chapter, the general assembly covenants with the holders of the obligations that this chapter will not be repealed or amended in a manner that will adversely affect the imposition or collection of the tax imposed under this chapter if the payment of any of the obligations is outstanding.

Sec. 11. (a) If the city imposes the tax authorized by this chapter, the tax terminates on January 1, 2048.

(b) This chapter expires January 1, 2048."

Page 51, between lines 7 and 8, begin a new paragraph and insert:
 "SECTION 128. IC 9-13-2-96, AS AMENDED BY P.L.42-2025, SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 96. (a) "Manufactured home", ~~means~~, except as provided in subsections (b) and (c); a structure that:

- (1) is assembled in a factory;
- (2) bears a seal certifying that it was built in compliance with the federal Manufactured Housing Construction and Safety Standards Law (42 U.S.C. 5401 et seq.);
- (3) is designed to be transported from the factory to another site in one (1) or more units;
- (4) is suitable for use as a dwelling in any season; and
- (5) is more than thirty-five (35) feet long.

The term does not include a vehicle described in section 150(a)(2) of this chapter:

(b) "Manufactured home", for purposes of IC 9-17-6, means either of the following:

- (1) A structure having the meaning set forth in the federal Manufactured Housing Construction and Safety Standards Law of 1974 (42 U.S.C. 5401 et seq.);
- (2) A mobile home.

This subsection expires June 30, 2016; subsection (b), has the meaning set forth in 42 U.S.C. 5402(6), as amended. However, the



term also includes a structure that meets the definition and is more than thirty-five (35) body feet in length but less than forty (40) body feet in length.

~~(c)~~ **(b)** "Manufactured home", for purposes of IC 9-22-1.7, has the meaning set forth in IC 9-22-1.7-2.

SECTION 129. IC 9-22-1.5-1, AS AMENDED BY P.L.256-2017, SECTION 163, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 1. As used in this chapter, "mobile home" means a ~~nonselself-propelled vehicle designed for occupancy as a dwelling or sleeping place.~~ **has the meaning set forth in IC 9-13-2-103.2. The term includes a manufactured home (as defined in IC 9-13-2-96(a)).**

SECTION 130. IC 9-22-1.7-2, AS ADDED BY P.L.198-2016, SECTION 377, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2. As used in this chapter, "manufactured home" means either of the following:

- (1) ~~Aonselself-propelled vehicle designed for occupancy as a dwelling or sleeping place.~~ **A manufactured home as defined in IC 9-13-2-96(a).**
- (2) ~~A dwelling, including the equipment sold as a part of the dwelling, that:~~
 - (A) ~~is factory assembled;~~
 - (B) ~~is transportable;~~
 - (C) ~~is intended for year-round occupancy;~~
 - (D) ~~is designed for transportation on its own chassis; and~~
 - (E) ~~was manufactured before the effective date of the federal Manufactured Housing Construction and Safety Standards Law of 1974 (42 U.S.C. 5401 et seq.).~~ **A mobile home (as defined in IC 9-13-2-103.2).**

SECTION 131. IC 16-18-2-215.5, AS ADDED BY P.L.87-2005, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 215.5. "Manufactured home", for purposes of IC 16-41-27, has the meaning set forth in ~~IC 22-12-1-16.~~ **IC 9-13-2-96(a). The term includes a mobile home (as defined in IC 9-13-2-103.2).**

SECTION 132. IC 16-18-2-238 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 238. "Mobile home", for purposes of IC 16-41-27, has meaning set forth in ~~IC 16-41-27-4.~~ **IC 9-13-2-103.2. The term includes a manufactured home (as defined in IC 9-13-2-96(a)).**

SECTION 133. IC 16-41-27-3.5, AS ADDED BY P.L.87-2005, SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE



UPON PASSAGE]: Sec. 3.5. As used in this chapter, "manufactured home" has the meaning set forth in ~~IC 22-12-1-16~~. **IC 9-13-2-96(a). The term includes a mobile home (as defined in IC 9-13-2-103.2).**

SECTION 134. IC 16-41-27-4, AS AMENDED BY P.L.87-2005, SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 4. As used in this chapter, "mobile home" means a dwelling, including the equipment sold as a part of the dwelling, that:

- (1) is factory assembled;
- (2) is transportable;
- (3) is intended for year-round occupancy;
- (4) is designed for transportation on its own chassis; and
- (5) was manufactured before the effective date of the federal Manufactured Housing Construction and Safety Standards Law of 1974 (42 U.S.C. 5401 et seq.); **has the meaning set forth in IC 9-13-2-103.2. The term includes a manufactured home (as defined in IC 9-13-2-96(a)).**

SECTION 135. IC 22-12-1-14 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 14. "Industrialized building system" means any part of a building or other structure that is in whole or in substantial part fabricated in an off-site manufacturing facility for installation or assembly at the building site as part of a Class 1 structure, a Class 2 structure, or another building or structure. However, the term does not include a mobile structure, a **manufactured home**, or a system that is capable of inspection at the building site.

SECTION 136. IC 22-12-1-16, AS AMENDED BY P.L.198-2016, SECTION 651, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 16. "Manufactured home" has the meaning set forth in 42 U.S.C. 5402 as it existed on January 1, 2003. **IC 9-13-2-96(a).** The term includes a mobile home (as defined in ~~IC 16-41-27-4~~). **as defined in IC 9-13-2-103.2.**

SECTION 137. IC 22-12-1-17, AS AMENDED BY P.L.101-2006, SECTION 31, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 17. (a) "Mobile structure" means any part of a fabricated unit that is designed to be:

- (1) towed ~~on its own~~ **with or without a permanent** chassis; and
- (2) connected to utilities for year-round occupancy or use as a Class 1 structure, a Class 2 structure, or another structure.

(b) The term includes the following:

- (1) Two (2) or more components that can be retracted for towing purposes and subsequently expanded for additional capacity.



(2) Two (2) or more units that are separately towable but designed to be joined into one (1) integral unit.

(3) One (1) or more units that include a hoisting and lowering mechanism equipped with a platform that:

(A) moves between two (2) or more landings; and

(B) is used to transport one (1) or more individuals.

SECTION 138. IC 25-23.7-2-7, AS AMENDED BY P.L.87-2005, SECTION 33, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 7. "Manufactured home" ~~means a:~~

~~(1) dwelling meeting the definition set forth in IC 22-12-1-16; or~~

~~(2) mobile home being installed in a mobile home community;~~

has the meaning set forth in IC 9-13-2-96(a). The term includes a mobile home (as defined in IC 9-13-2-103.2).

SECTION 139. IC 25-23.7-2-7.5, AS ADDED BY P.L.87-2005, SECTION 34, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 7.5. "Mobile home" has the meaning set forth in ~~IC 16-41-27-4.~~ **IC 9-13-2-103.2. The term includes a manufactured home (as defined in IC 9-13-2-96(a)).**

SECTION 140. IC 25-23.7-3-8, AS AMENDED BY P.L.84-2016, SECTION 108, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 8. The board shall:

(1) enforce and administer this article;

(2) adopt rules under IC 4-22-2 for the administration and enforcement of this article, including competency standards and a code of ethics for licensed installers;

(3) prescribe the requirements for and the form of licenses issued or renewed under this article;

(4) issue, deny, suspend, and revoke licenses in accordance with this article;

(5) in accordance with IC 25-1-7, investigate and prosecute complaints involving licensees or individuals the board has reason to believe should be licensees, including complaints concerning the failure to comply with this article or rules adopted under this article;

(6) bring actions in the name of the state of Indiana in an appropriate circuit court, superior court, or probate court to enforce compliance with this article or rules adopted under this article;

(7) establish fees in accordance with IC 25-1-8;

(8) inspect the records of a licensee in accordance with rules adopted by the board;

(9) conduct or designate a board member or other representative



to conduct public hearings on any matter for which a hearing is required under this article and to exercise all powers granted under IC 4-21.5; **and**

(10) maintain the board's office, files, records, and property in the city of Indianapolis; **and**

(11) ensure any certification or recertification required by 42 U.S.C. 5403, as amended, or any other provision of the federal Manufactured Housing Construction and Safety Standards Law (42 U.S.C. 5401 et seq.), is submitted to or has been included in a plan submitted to the secretary of the United States Department of Housing and Urban Development.

SECTION 141. IC 26-1-9.1-102, AS AMENDED BY P.L.199-2023, SECTION 40, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 102. (a) In IC 26-1-9.1:

(1) "Accession" means goods that are physically united with other goods in such a manner that the identity of the original goods is not lost.

(2) "Account", except as used in "account for", "account statement", "account to", "commodity account" in subdivision (14), "customer's account", "deposit account" in subdivision (29), "on account of", and "statement of account", means a right to payment of a monetary obligation, whether or not earned by performance:

(A) for property that has been or is to be sold, leased, licensed, assigned, or otherwise disposed of;

(B) for services rendered or to be rendered;

(C) for a policy of insurance issued or to be issued;

(D) for a secondary obligation incurred or to be incurred;

(E) for energy provided or to be provided;

(F) for the use or hire of a vessel under a charter or other contract;

(G) arising out of the use of a credit or charge card or information contained on or for use with the card; or

(H) as winnings in a lottery or other game of chance operated or sponsored by a state other than Indiana, a governmental unit of a state, or a person licensed or authorized to operate the game by a state or governmental unit of a state.

The term does not include a right to a payment of a prize awarded by the state lottery commission in the Indiana state lottery established under IC 4-30. The term includes controllable accounts and health-care-insurance receivables. The term does not include (i) chattel paper, (ii) commercial tort claims, (iii)



deposit accounts, (iv) investment property, (v) letter-of-credit rights or letters of credit, (vi) rights to payment for money or funds advanced or sold, other than rights arising out of the use of a credit or charge card or information contained on or for use with the card, or (vii) rights to payment evidenced by an instrument.

(3) "Account debtor" means a person obligated on an account, chattel paper, or general intangible. The term does not include persons obligated to pay a negotiable instrument, even if the negotiable instrument evidences chattel paper.

(4) "Accounting", except as used in "accounting for", means a record:

(A) signed by a secured party;

(B) indicating the aggregate unpaid secured obligations as of a date not more than thirty-five (35) days earlier or thirty-five (35) days later than the date of the record; and

(C) identifying the components of the obligations in reasonable detail.

(5) "Agricultural lien" means an interest, other than a security interest, in farm products:

(A) that secures payment or performance of an obligation for:

(i) goods or services furnished in connection with a debtor's farming operation; or

(ii) rent on real property leased by a debtor in connection with the debtor's farming operation;

(B) that is created by statute in favor of a person that:

(i) in the ordinary course of its business furnished goods or services to a debtor in connection with the debtor's farming operation; or

(ii) leased real property to a debtor in connection with the debtor's farming operation; and

(C) whose effectiveness does not depend on the person's possession of the personal property.

(6) "As-extracted collateral" means:

(A) oil, gas, or other minerals that are subject to a security interest that:

(i) is created by a debtor having an interest in the minerals before extraction; and

(ii) attaches to the minerals as extracted; or

(B) accounts arising out of the sale at the wellhead or minehead of oil, gas, or other minerals in which the debtor had an interest before extraction.

(7) The following terms have the following meanings:



(A) "Assignee", except as used in "assignee for benefit of creditors", means a person (i) in whose favor a security interest that secures an obligation is created or provided for under a security agreement, whether or not the obligation is outstanding or (ii) to which an account, chattel paper, payment intangible, or promissory note has been sold. The term includes a person to which a security interest has been transferred by a secured party.

(B) "Assignor" means a person that (i) under a security agreement creates or provides for a security interest that secures an obligation or (ii) sells an account, chattel paper, payment intangible, or promissory note. The term includes a secured party that has transferred a security interest to another person.

(8) "Bank" means an organization that is engaged in the business of banking. The term includes savings banks, savings and loan associations, credit unions, and trust companies.

(9) "Cash proceeds" means proceeds that are money, checks, deposit accounts, or the like.

(10) "Certificate of title" means a certificate of title with respect to which a statute provides for the security interest in question to be indicated on the certificate as a condition or result of the security interest's obtaining priority over the rights of a lien creditor with respect to the collateral. The term includes another record maintained as an alternative to a certificate of title by the governmental unit that issues certificates of title if a statute permits the security interest in question to be indicated on the record as a condition or result of the security interest's obtaining priority over the rights of a lien creditor with respect to the collateral.

(11) "Chattel paper" means:

(A) a right to payment of a monetary obligation secured by specific goods, if the right to payment and security interest are evidenced by a record; or

(B) a right to payment of a monetary obligation owed by a lessee under a lease agreement with respect to specific goods and a monetary obligation owed by the lessee in connection with the transaction giving rise to the lease if:

(i) the right to payment and lease agreement are evidenced by a record; and

(ii) the predominant purpose of the transaction giving rise to the lease was to give the lessee the right to possession and



use of the goods.

The term does not include a right to payment arising out of a charter or other contract involving the use or hire of a vessel, or a right to payment arising out of the use of a credit or charge card or information contained on or for use with the card.

(12) "Collateral" means the property subject to a security interest or agricultural lien. The term includes:

- (A) proceeds to which a security interest attaches;
- (B) accounts, chattel paper, payment intangibles, and promissory notes that have been sold; and
- (C) goods that are the subject of a consignment.

(13) "Commercial tort claim" means a claim arising in tort with respect to which:

- (A) the claimant is an organization; or
- (B) the claimant is an individual and the claim:
 - (i) arose in the course of the claimant's business or profession; and
 - (ii) does not include damages arising out of personal injury to or the death of an individual.

(14) "Commodity account" means an account maintained by a commodity intermediary in which a commodity contract is carried for a commodity customer.

(15) "Commodity contract" means a commodity futures contract, an option on a commodity futures contract, a commodity option, or another contract if the contract or option is:

- (A) traded on or subject to the rules of a board of trade that has been designated as a contract market for such a contract pursuant to federal commodities laws; or
- (B) traded on a foreign commodity board of trade, exchange, or market, and is carried on the books of a commodity intermediary for a commodity customer.

(16) "Commodity customer" means a person for which a commodity intermediary carries a commodity contract on its books.

(17) "Commodity intermediary" means a person that:

- (A) is registered as a futures commission merchant under federal commodities law; or
- (B) in the ordinary course of its business provides clearance or settlement services for a board of trade that has been designated as a contract market pursuant to federal commodities law.

(18) "Communicate" means:



- (A) to send a written or other tangible record;
 - (B) to transmit a record by any means agreed upon by the persons sending and receiving the record; or
 - (C) in the case of transmission of a record to or by a filing office, to transmit a record by any means prescribed by filing-office rule.
- (19) "Consignee" means a merchant to which goods are delivered in a consignment.
- (20) "Consignment" means a transaction, regardless of its form, in which a person delivers goods to a merchant for the purpose of sale and:
- (A) the merchant:
 - (i) deals in goods of that kind under a name other than the name of the person making delivery;
 - (ii) is not an auctioneer; and
 - (iii) is not generally known by its creditors to be substantially engaged in selling the goods of others;
 - (B) with respect to each delivery, the aggregate value of the goods is one thousand dollars (\$1,000) or more at the time of delivery;
 - (C) the goods are not consumer goods immediately before delivery; and
 - (D) the transaction does not create a security interest that secures an obligation.
- (21) "Consignor" means a person that delivers goods to a consignee in a consignment.
- (22) "Consumer debtor" means a debtor in a consumer transaction.
- (23) "Consumer goods" means goods that are used or bought for use primarily for personal, family, or household purposes.
- (24) "Consumer-goods transaction" means a consumer transaction in which:
- (A) an individual incurs an obligation primarily for personal, family, or household purposes; and
 - (B) a security interest in consumer goods secures the obligation.
- (25) "Consumer obligor" means an obligor who is an individual and who incurred the obligation as part of a transaction entered into primarily for personal, family, or household purposes.
- (26) "Consumer transaction" means a transaction in which (i) an individual incurs an obligation primarily for personal, family, or household purposes, (ii) a security interest secures the obligation,



and (iii) the collateral is held or acquired primarily for personal, family, or household purposes. The term includes consumer-goods transactions.

(27) The following terms have the following meanings:

(A) "Continuation statement" means an amendment of a financing statement that:

- (i) identifies, by its file number, the initial financing statement to which it relates; and
- (ii) indicates that it is a continuation statement for, or that it is filed to continue the effectiveness of, the identified financing statement.

(B) "Controllable account" means an account evidenced by a controllable electronic record that provides that the account debtor undertakes to pay the person that has control under IC 26-1-12-105 of the controllable electronic record.

(C) "Controllable payment intangible" means a payment intangible evidenced by a controllable electronic record that provides that the account debtor undertakes to pay the person that has control under IC 26-1-12-105 of the controllable electronic record.

(28) "Debtor" means:

(A) a person having an interest, other than a security interest or other lien, in the collateral, whether or not the person is an obligor;

(B) a seller of accounts, chattel paper, payment intangibles, or promissory notes; or

(C) a consignee.

(29) "Deposit account" means a demand, time, savings, passbook, or similar account maintained with a bank. The term does not include investment property or accounts evidenced by an instrument.

(30) "Document" means a document of title or a receipt of the type described in IC 26-1-7-201(b).

(31) [Reserved.]

(32) "Encumbrance" means a right, other than an ownership interest, in real property. The term includes mortgages and other liens on real property.

(33) "Equipment" means goods other than inventory, farm products, or consumer goods.

(34) "Farm products" means goods, other than standing timber, with respect to which the debtor is engaged in a farming operation and which are:



- (A) crops grown, growing, or to be grown, including:
 - (i) crops produced on trees, vines, and bushes; and
 - (ii) aquatic goods produced in aquacultural operations;
 - (B) livestock, born or unborn, including aquatic goods produced in aquacultural operations;
 - (C) supplies used or produced in a farming operation; or
 - (D) products of crops or livestock in their unmanufactured states.
- (35) "Farming operation" means raising, cultivating, propagating, fattening, grazing, or any other farming, livestock, or aquacultural operation.
- (36) "File number" means the number assigned to an initial financing statement pursuant to IC 26-1-9.1-519(a).
- (37) "Filing office" means an office designated in IC 26-1-9.1-501 as the place to file a financing statement.
- (38) "Filing-office rule" means a rule adopted pursuant to IC 26-1-9.1-526.
- (39) "Financing statement" means a record or records composed of an initial financing statement and any filed record relating to the initial financing statement.
- (40) "Fixture filing" means the filing of a financing statement covering goods that are or are to become fixtures and satisfying IC 26-1-9.1-502(a) and IC 26-1-9.1-502(b). The term includes the filing of a financing statement covering goods of a transmitting utility which are or are to become fixtures.
- (41) "Fixtures" means goods that have become so related to particular real property that an interest in them arises under real property law.
- (42) "General intangible" means any personal property, including things in action, other than accounts, chattel paper, commercial tort claims, deposit accounts, documents, goods, instruments, investment property, letter-of-credit rights, letters of credit, money, and oil, gas, or other minerals before extraction. The term includes controllable electronic records, payment intangibles, and software.
- (43) "Good faith" means honesty in fact and the observance of reasonable commercial standards of fair dealing.
- (44) "Goods" means all things that are movable when a security interest attaches. The term includes (i) fixtures, (ii) standing timber that is to be cut and removed under a conveyance or contract for sale, (iii) the unborn young of animals, (iv) crops grown, growing, or to be grown, even if the crops are produced on



trees, vines, or bushes, and (v) manufactured homes. The term also includes a computer program embedded in goods and any supporting information provided in connection with a transaction relating to the program if (i) the program is associated with the goods in such a manner that it customarily is considered part of the goods, or (ii) by becoming the owner of the goods, a person acquires a right to use the program in connection with the goods. The term does not include a computer program embedded in goods that consist solely of the medium in which the program is embedded. The term also does not include accounts, chattel paper, commercial tort claims, deposit accounts, documents, general intangibles, instruments, investment property, letter-of-credit rights, letters of credit, money, or oil, gas, or other minerals before extraction.

(45) "Governmental unit" means a subdivision, agency, department, county, parish, municipality, or other unit of the government of the United States, a state, or a foreign country. The term includes an organization having a separate corporate existence if the organization is eligible to issue debt on which interest is exempt from income taxation under the laws of the United States.

(46) "Health-care-insurance receivable" means an interest in or claim under a policy of insurance that is a right to payment of a monetary obligation for health-care goods or services provided.

(47) "Instrument" means a negotiable instrument or any other writing that evidences a right to the payment of a monetary obligation, is not itself a security agreement or lease, and is of a type that in the ordinary course of business is transferred by delivery with any necessary endorsement or assignment. The term does not include (i) investment property, (ii) letters of credit, (iii) writings that evidence a right to payment arising out of the use of a credit or charge card or information contained on or for use with the card, or (iv) writings that evidence chattel paper.

(48) "Inventory" means goods, other than farm products, that:

- (A) are leased by a person as lessor;
- (B) are held by a person for sale or lease or to be furnished under a contract of service;
- (C) are furnished by a person under a contract of service; or
- (D) consist of raw materials, work in process, or materials used or consumed in a business.

(49) "Investment property" means a security, whether certificated or uncertificated, security entitlement, securities account,



commodity contract, or commodity account.

(50) "Jurisdiction of organization", with respect to a registered organization, means the jurisdiction under whose law the organization is formed or organized.

(51) "Letter-of-credit right" means a right to payment or performance under a letter of credit, whether or not the beneficiary has demanded or is at the time entitled to demand payment or performance. The term does not include the right of a beneficiary to demand payment or performance under a letter of credit.

(52) "Lien creditor" means:

- (A) a creditor that has acquired a lien on the property involved by attachment, levy, or the like;
- (B) an assignee for benefit of creditors from the time of assignment;
- (C) a trustee in bankruptcy from the date of the filing of the petition; or
- (D) a receiver in equity from the time of appointment.

(53) "Manufactured home" means a structure, transportable in one (1) or more sections, which, in the traveling mode, is eight (8) body feet or more in width or forty (40) body feet or more in length, or, when erected on site, is three hundred twenty (320) or more square feet, and which is built **on with or without** a permanent chassis and designed to be used as a dwelling with or without a permanent foundation when connected to the required utilities, and includes the plumbing, heating, air conditioning, and electrical systems contained therein. The term includes any structure that meets all of the requirements of this subdivision except the size requirements, and with respect to which the manufacturer voluntarily files a certification required by the United States Secretary of Housing and Urban Development and complies with the standards established under Title 42 of the United States Code.

(54) The following terms have the following meanings:

- (A) "Manufactured-home transaction" means a secured transaction:
 - (i) that creates a purchase-money security interest in a manufactured home, other than a manufactured home held as inventory; or
 - (ii) in which a manufactured home, other than a manufactured home held as inventory, is the primary collateral.



- (B) "Money" has the meaning set forth in IC 26-1-1-201(24), but does not include a deposit account.
- (55) "Mortgage" means a consensual interest in real property, including fixtures, that secures payment or performance of an obligation.
- (56) "New debtor" means a person that becomes bound as debtor under IC 26-1-9.1-203(d) by a security agreement previously entered into by another person.
- (57) "New value" means (i) money, (ii) money's worth in property, services, or new credit, or (iii) release by a transferee of an interest in property previously transferred to the transferee. The term does not include an obligation substituted for another obligation.
- (58) "Noncash proceeds" means proceeds other than cash proceeds.
- (59) "Obligor" means a person that, with respect to an obligation secured by a security interest in or an agricultural lien on the collateral, (i) owes payment or other performance of the obligation, (ii) has provided property other than the collateral to secure payment or other performance of the obligation, or (iii) is otherwise accountable in whole or in part for payment or other performance of the obligation. The term does not include issuers or nominated persons under a letter of credit.
- (60) "Original debtor", except as used in IC 26-1-9.1-310(c), means a person that, as debtor, entered into a security agreement to which a new debtor has become bound under IC 26-1-9.1-203(d).
- (61) "Payment intangible" means a general intangible under which the account debtor's principal obligation is a monetary obligation. The term includes a controllable payment intangible.
- (62) "Person related to", with respect to an individual, means:
- (A) the spouse of the individual;
 - (B) a brother, brother-in-law, sister, or sister-in-law of the individual;
 - (C) an ancestor or lineal descendant of the individual or the individual's spouse; or
 - (D) any other relative, by blood or marriage, of the individual or the individual's spouse who shares the same home with the individual.
- (63) "Person related to", with respect to an organization, means:
- (A) a person directly or indirectly controlling, controlled by, or under common control with the organization;



- (B) an officer or director of, or a person performing similar functions with respect to, the organization;
- (C) an officer or director of, or a person performing similar functions with respect to, a person described in clause (A);
- (D) the spouse of an individual described in clause (A), (B), or (C); or
- (E) an individual who is related by blood or marriage to an individual described in clause (A), (B), (C), or (D) and shares the same home with the individual.

(64) "Proceeds", except as used in IC 26-1-9.1-609(b), means the following property:

- (A) Whatever is acquired upon the sale, lease, license, exchange, or other disposition of collateral.
- (B) Whatever is collected on, or distributed on account of, collateral.
- (C) Rights arising out of collateral.
- (D) To the extent of the value of collateral, claims arising out of the loss, nonconformity, or interference with the use of, defects or infringement of rights in, or damage to, the collateral.
- (E) To the extent of the value of collateral and to the extent payable to the debtor or the secured party, insurance payable by reason of the loss or nonconformity of, defects or infringement of rights in, or damage to, the collateral.

(65) "Promissory note" means an instrument that evidences a promise to pay a monetary obligation, does not evidence an order to pay, and does not contain an acknowledgment by a bank that the bank has received for deposit a sum of money or funds.

(66) "Proposal" means a record signed by a secured party that includes the terms on which the secured party is willing to accept collateral in full or partial satisfaction of the obligation it secures pursuant to IC 26-1-9.1-620, IC 26-1-9.1-621, and IC 26-1-9.1-622.

(67) "Public-finance transaction" means a secured transaction in connection with which:

- (A) debt securities are issued;
- (B) all or a portion of the securities issued have an initial stated maturity of at least twenty (20) years; and
- (C) the debtor, obligor, secured party, account debtor, or other person obligated on collateral, assignor or assignee of a secured obligation, or assignor or assignee of a security interest is a state or a governmental unit of a state.



(68) "Public organic record" means a record that is available to the public for inspection and is:

- (A) a record consisting of the record initially filed with or issued by a state or the United States to form or organize an organization and any record filed with or issued by the state or the United States which amends or restates the initial record;
- (B) an organic record of a business trust consisting of the record initially filed with a state and any record filed with the state which amends or restates the initial record, if a statute of the state governing business trusts requires that the record be filed with the state; or
- (C) a record consisting of legislation enacted by the legislature of a state or the Congress of the United States which forms or organizes an organization, any record amending the legislation, and any record filed with or issued by the state or the United States which amends or restates the name of the organization.

(69) "Pursuant to commitment", with respect to an advance made or other value given by a secured party, means pursuant to the secured party's obligation, whether or not a subsequent event of default or other event not within the secured party's control has relieved or may relieve the secured party from its obligation.

(70) "Record", except as used in "for record", "of record", "record or legal title", and "record owner", means information that is inscribed on a tangible medium or that is stored in an electronic or other medium and is retrievable in perceivable form.

(71) "Registered organization" means an organization formed or organized solely under the law of a single state or the United States by the filing of a public organic record with, the issuance of a public organic record by, or the enactment of legislation by the state or the United States. The term includes a business trust that is formed or organized under the law of a single state if a statute of the state governing business trusts requires that the business trust's organic record be filed with the state.

(72) "Secondary obligor" means an obligor to the extent that:

- (A) the obligor's obligation is secondary; or
- (B) the obligor has a right of recourse with respect to an obligation secured by collateral against the debtor, another obligor, or property of either.

(73) "Secured party" means:

- (A) a person in whose favor a security interest is created or provided for under a security agreement, whether or not any



obligation to be secured is outstanding;

(B) a person that holds an agricultural lien;

(C) a consignor;

(D) a person to which accounts, chattel paper, payment intangibles, or promissory notes have been sold;

(E) a trustee, indenture trustee, agent, collateral agent, or other representative in whose favor a security interest or agricultural lien is created or provided for; or

(F) a person that holds a security interest arising under IC 26-1-2-401, IC 26-1-2-505, IC 26-1-2-711(3), IC 26-1-2.1-508(5), IC 26-1-4-210, or IC 26-1-5.1-118.

(74) "Security agreement" means an agreement that creates or provides for a security interest.

(75) [Reserved.]

(76) "Software" means a computer program and any supporting information provided in connection with a transaction relating to the program. The term does not include a computer program that is included in the definition of goods.

(77) "State" means a state of the United States, the District of Columbia, Puerto Rico, the United States Virgin Islands, or any territory or insular possession subject to the jurisdiction of the United States.

(78) "Supporting obligation" means a letter-of-credit right or secondary obligation that supports the payment or performance of an account, chattel paper, a document, a general intangible, an instrument, or investment property.

(79) [Reserved.]

(80) "Termination statement" means an amendment of a financing statement that:

(A) identifies, by its file number, the initial financing statement to which it relates; and

(B) indicates either that it is a termination statement or that the identified financing statement is no longer effective.

(81) "Transmitting utility" means a person primarily engaged in the business of:

(A) operating a railroad, subway, street railway, or trolley bus;

(B) transmitting communications electrically, electromagnetically, or by light;

(C) transmitting goods by pipeline or sewer; or

(D) transmitting or producing and transmitting electricity, steam, gas, or water.

(b) "Control" as provided in IC 26-1-7-106 and the following



definitions outside IC 26-1-9.1 apply to IC 26-1-9.1:

- "Applicant" IC 26-1-5.1-102.
- "Beneficiary" IC 26-1-5.1-102.
- "Broker" IC 26-1-8.1-102.
- "Certificated security" IC 26-1-8.1-102.
- "Check" IC 26-1-3.1-104.
- "Clearing corporation" IC 26-1-8.1-102.
- "Contract for sale" IC 26-1-2-106.
- "Controllable electronic record" IC 26-1-12-102.
- "Customer" IC 26-1-4-104.
- "Entitlement holder" IC 26-1-8.1-102.
- "Financial asset" IC 26-1-8.1-102.
- "Holder in due course" IC 26-1-3.1-302.
- "Issuer" (with respect to a letter of credit or letter-of-credit right)
IC 26-1-5.1-102.
- "Issuer" (with respect to a security) IC 26-1-8.1-201.
- "Issuer" (with respect to documents of title) IC 26-1-7-102.
- "Lease" IC 26-1-2.1-103.
- "Lease agreement" IC 26-1-2.1-103.
- "Lease contract" IC 26-1-2.1-103.
- "Leasehold interest" IC 26-1-2.1-103.
- "Lessee" IC 26-1-2.1-103.
- "Lessee in ordinary course of business" IC 26-1-2.1-103.
- "Lessor" IC 26-1-2.1-103.
- "Lessor's residual interest" IC 26-1-2.1-103.
- "Letter of credit" IC 26-1-5.1-102.
- "Merchant" IC 26-1-2-104.
- "Negotiable instrument" IC 26-1-3.1-104.
- "Nominated person" IC 26-1-5.1-102.
- "Note" IC 26-1-3.1-104.
- "Proceeds of a letter of credit" IC 26-1-5.1-114.
- "Protected purchaser" IC 26-1-8.1-303.
- "Prove" IC 26-1-3.1-103.
- "Qualifying purchaser" IC 26-1-12-102.
- "Sale" IC 26-1-2-106.
- "Securities account" IC 26-1-8.1-501.
- "Securities intermediary" IC 26-1-8.1-102.
- "Security" IC 26-1-8.1-102.
- "Security certificate" IC 26-1-8.1-102.
- "Security entitlement" IC 26-1-8.1-102.
- "Uncertificated security" IC 26-1-8.1-102.

(c) IC 26-1-1 contains general definitions and principles of



construction and interpretation applicable throughout IC 26-1-9.1."

Page 53, after line 42, begin a new paragraph and insert:

"SECTION 145. IC 36-1-20-3.6 IS ADDED TO THE INDIANA CODE AS A **NEW SECTION TO READ AS FOLLOWS** [EFFECTIVE JULY 1, 2026]: **Sec. 3.6. (a) A unit may not adopt or enforce an ordinance, resolution, regulation, policy, or rule that:**

(1) prohibits or restricts an owner of a privately owned residential property from using the property as a rental property; or

(2) has the effect of prohibiting or restricting the use of property as a rental property.

(b) This section does not prohibit a unit from enforcing any:

(1) generally applicable health and safety regulations;

(2) building codes, fire codes, or reasonable occupancy standards; or

(3) registration or inspection requirements set forth in this chapter, provided the requirements do not operate to impose a cap or limit described in subsection (a).

SECTION 146. IC 36-2-11-14.5, AS AMENDED BY P.L. 127-2017, SECTION 79, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 14.5. (a) As used in this section, "manufactured home" has the meaning set forth in ~~IC 9-13-2-96(b)~~. **IC 9-13-2-96(a). The term includes a mobile home (as defined in IC 9-13-2-103.2).**

(b) As used in this section, "mobile home" has the meaning set forth in ~~IC 6-1-1-7-1(b)~~. **IC 9-13-2-103.2. The term includes a manufactured home (as defined in IC 9-13-2-96(a)).**

(c) A person must do the following to record a purchase contract that is subject to IC 9-17-6-17:

(1) Submit the following to the county recorder:

(A) A copy of the title to the manufactured home or mobile home.

(B) An affidavit stating whether the contract requires the seller or the buyer to pay the property taxes imposed on the manufactured home or mobile home.

(2) Pay any applicable recording fees.

(d) The county recorder shall record a purchase contract submitted for recording under IC 9-17-6-17 by a person who complies with subsection (c). The county recorder shall do the following:

(1) Provide the information described in subsection (c)(1) to the county treasurer with respect to each contract recorded under this section.



(2) Notify the township assessor of the township in which the mobile home is located, or to which the mobile home will be moved, that a contract for the sale of the mobile home has been recorded. If there is no township assessor for the township, the county recorder shall provide the notice required by this subdivision to the county assessor.

SECTION 147. IC 36-4-3-19, AS AMENDED BY P.L.104-2022, SECTION 160, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 19. (a) If disannexation is ordered under this chapter by the works board of a municipality and no appeal is taken, the clerk of the municipality shall, without compensation and not later than ten (10) days after the order is made, make and certify a complete transcript of the disannexation proceedings to the auditor of each county in which the disannexed lots or lands lie and to the office of the secretary of state. The county auditor shall list those lots or lands appropriately for taxation. The proceedings of the works board shall not be certified to the county auditor or to the office of the secretary of state if an appeal to the circuit court has been taken.

(b) In all proceedings begun in or appealed to the circuit court, if vacation or disannexation is ordered, the clerk of the court shall immediately after the judgment of the court, or after a decision on appeal to the supreme court or court of appeals if the judgment on appeal is not reversed, certify the judgment of the circuit court, as affirmed or modified, to each of the following:

- (1) The auditor of each county in which the lands or lots affected lie, on receipt of one dollar (\$1) for the making and certifying of the transcript from the petitioners for the disannexation.
- (2) The office of the secretary of state.
- (3) The circuit court clerk of each county in which the lands or lots affected are located.
- (4) The county election board of each county in which the lands or lots affected are located.
- (5) If a board of registration exists, the board of each county in which the lands or lots affected are located.
- (6) The office of census data established by IC 2-5-1.1-12.2.

(c) The county auditor shall forward a list of lots or lands disannexed under this section to the following:

- (1) The county highway department of each county in which the lands or lots affected are located.
- (2) The county surveyor of each county in which the lands or lots affected are located.
- (3) Each plan commission, if any, that lost or gained jurisdiction



over the disannexed territory.

(4) The township trustee of each township that lost or gained jurisdiction over the disannexed territory.

(5) The sheriff of each county in which the lands or lots affected are located.

(6) The office of the secretary of state.

(7) The office of census data established by IC 2-5-1.1-12.2.

(8) The department of local government finance, not later than August 1, in the manner described by the department.

(9) The state GIS officer (as defined in IC 4-23-7.3-10), not later than August 1, in the manner prescribed by the state GIS officer (as defined in IC 4-23-7.3-10).

The county auditor may require the clerk of the municipality to furnish an adequate number of copies of the list of disannexed lots or lands or may charge the clerk a fee for photoreproduction of the list.

(d) A disannexation described by this section takes effect upon the clerk of the municipality filing the order with:

(1) the county auditor of each county in which the annexed territory is located; and

(2) the circuit court clerk, or if a board of registration exists, the board of each county in which the annexed territory is located.

(e) The clerk of the municipality shall notify the office of the secretary of state and the office of census data established by IC 2-5-1.1-12.2 of the date a disannexation is effective under this chapter.

SECTION 148. IC 36-4-3-22, AS AMENDED BY P.L.38-2021, SECTION 84, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 22. (a) The clerk of the municipality shall file:

(1) each annexation ordinance against which:

(A) a remonstrance or an appeal has not been filed during the period permitted under this chapter; or

(B) a remonstrance was filed without a sufficient number of signatures to meet the requirements of section 11.3(c) of this chapter, in the case of an annexation for which an annexation ordinance was adopted after June 30, 2015; or

(2) the certified copy of a final and unappealable judgment ordering an annexation to take place;

with the county auditor, circuit court clerk, and board of registration (if a board of registration exists) of each county in which the annexed territory is located, the office of the secretary of state, and the office of census data established by IC 2-5-1.1-12.2. The clerk of the municipality shall record each annexation ordinance adopted under this



chapter in the office of the county recorder of each county in which the annexed territory is located.

(b) The ordinance or judgment must be filed and recorded no later than ninety (90) days after:

- (1) the expiration of the period permitted for a remonstrance or appeal;
- (2) the delivery of a certified order under section 15 of this chapter; or
- (3) the date the county auditor files the written certification with the legislative body under section 11.2 of this chapter, in the case of an annexation described in subsection (a)(1)(B).

(c) Failure to record the annexation ordinance as provided in subsection (a) does not invalidate the ordinance.

(d) The county auditor shall forward a copy of any annexation ordinance filed under this section to the following:

- (1) The county highway department of each county in which the lots or lands affected are located.
- (2) The county surveyor of each county in which the lots or lands affected are located.
- (3) Each plan commission, if any, that lost or gained jurisdiction over the annexed territory.
- (4) The sheriff of each county in which the lots or lands affected are located.
- (5) The township trustee of each township that lost or gained jurisdiction over the annexed territory.
- (6) The office of the secretary of state.
- (7) The office of census data established by IC 2-5-1.1-12.2.
- (8) The department of local government finance, not later than August 1, in the manner described by the department.
- (9) The state GIS officer (as defined in IC 4-23-7.3-10), not later than August 1, in the manner prescribed by the state GIS officer (as defined in IC 4-23-7.3-10).**

(e) The county auditor may require the clerk of the municipality to furnish an adequate number of copies of the annexation ordinance or may charge the clerk a fee for photoreproduction of the ordinance. The county auditor shall notify the office of the secretary of state and the office of census data established by IC 2-5-1.1-12.2 of the date that the annexation ordinance is effective under this chapter.

(f) The county auditor or county surveyor shall, upon determining that an annexation ordinance has become effective under this chapter, indicate the annexation upon the property taxation records maintained in the office of the auditor or the office of the county surveyor."



Page 137, between lines 34 and 35, begin a new paragraph and insert:

"SECTION 164. IC 36-7-42.5 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]:

Chapter 42.5. Tourism Improvement Districts

Sec. 1. This chapter applies to all units except townships.

Sec. 2. As used in this chapter, "activities" means any programs or services that promote business activity or tourism activity and are provided to confer specific benefits upon the businesses that are located in the tourism improvement district.

Sec. 3. As used in this chapter, "district" means a tourism improvement district established by an ordinance adopted under section 13 of this chapter.

Sec. 4. As used in this chapter, "district management association" means a private nonprofit entity designated in the district plan that enters into a contract with a unit to administer and implement the district's activities and improvements.

Sec. 5. As used in this chapter, "district plan" means a proposal for a district that contains the information described in section 9(c) of this chapter.

Sec. 6. As used in this chapter, "improvements" means the acquisition, construction, installation, or maintenance of any tangible property in the district with an estimated useful life of five (5) years or more.

Sec. 7. As used in this chapter, "legislative body" has the meaning set forth in IC 36-1-2-9.

Sec. 8. As used in this chapter, "owner" refers to any person recognized by the unit as the owner of a business within the district, without regard to whether the person is the owner of the real property on which the business is located.

Sec. 9. (a) A person that intends to file a petition for the establishment of a district under this section must first provide written notice to the clerk (as defined in IC 36-1-2-4) in the case of a municipality, or the county auditor in the case of a county, of the person's intent before initiating the petition process.

(b) A petition for the establishment of a district may be filed with the clerk of the municipality or the county auditor not later than one hundred twenty (120) days after the date on which the notice of intent for the petition is filed with the clerk of the municipality or the county auditor under subsection (a). The petition shall include the name and legal status of the filing party



and the district plan.

(c) The district plan shall include at least the following:

(1) The name of the proposed district.

(2) Subject to section 9.5 of this chapter, a map of the proposed district, including a description of the boundaries of the district in a manner sufficient to identify the businesses included.

(3) The proposed source or sources of financing, including:

(A) the proposed method and basis of levying the special assessment in sufficient detail to allow each owner to calculate the amount of the special assessment that may be levied against the owner's business; and

(B) whether the district may issue bonds to finance improvements.

(4) A list of the businesses to be assessed and a statement of the manner in which the expenses of a district using a method allowed under section 11 of this chapter will be imposed upon a benefited business in proportion to the benefit received by the business, including costs for operation and maintenance.

(5) For purposes of imposing the special assessment and determining the benefits of the district's activities and improvements, a classification of the types of businesses within the proposed district. The classification may include the following variations in the assessment formula:

(A) Square footage of the business.

(B) Number of employees.

(C) Geography.

(D) Gross sales.

(E) Other similar factors that reasonably relate to the benefit received.

(6) An estimate of the amount of revenue needed to accomplish or pay for the district's proposed activities and improvements.

(7) Subject to section 9.5 of this chapter, a statement identifying the district management association, including the district management association's board of directors and governance structure and any proposed rules or regulations that may be applicable to the district.

(8) A statement indicating where a complete copy of the district plan, whether in hard copy or electronic form, may be obtained or accessed.

(9) Any other item or matter required to be incorporated in



the district plan by the unit's legislative body. The legislative body may require in the district plan that the boundaries of the district be drawn to:

- (A) exclude businesses; or
- (B) prevent overlap of the district with another district or area in which a special assessment is imposed.

Sec. 9.5. Owners of the following property may not be included within the territory of a district and the owners of such property shall not be considered in determining whether the petition signature requirements under section 13 of this chapter are met:

- (1) Any property that receives a homestead standard deduction under IC 6-1.1-12-37.
- (2) Any property that is used for single family residential housing.
- (3) Any property that is used for multi-unit residential housing.

In addition, the property described in this section shall not be subject to a special assessment under this chapter.

Sec. 10. Subject to section 9.5 of this chapter, the territory of a tourism improvement district:

- (1) in the case of a municipality, may include only territory within the municipality; or
- (2) in the case of a county, may include only territory of the county that is not within any municipality in the county.

Sec. 11. (a) A special assessment on businesses located within the district shall be levied on the basis of the estimated benefit to the businesses within the district. The unit's legislative body may use the classification of the types of businesses described in section 9(c)(5) of this chapter in determining the benefit to a business provided by the district.

(b) The special assessment that may be levied on businesses located within the district may take any form that confers benefits to the assessed business and may include any combination of the following methods:

- (1) A percentage rate per transaction at a business within the district.
- (2) A fixed rate per transaction per day at a business within the district.
- (3) A percentage of gross sales at a business within the district.

(c) The special assessment may be levied on different types of businesses located within the district and is not required to be



levied on the same basis or at the same rate.

Sec. 12. (a) After receipt of a petition under section 9 of this chapter, the clerk of the municipality or the county auditor shall, in the manner provided by IC 5-3-1, publish notice of a hearing on the proposed district. The clerk of the municipality or the county auditor shall mail a copy of the notice to each owner within the proposed district. The notice must include the boundaries of the proposed district, a description of the proposed activities and improvements, the proposed formula for determining the percentage of the total benefit to be received by each business, the method of determining the benefit received by each business, and the hearing date. The date of the hearing may not be more than sixty (60) days after the date on which the notice is mailed.

(b) At the public hearing under subsection (a), the legislative body shall hear all owners in the proposed district (who appear and request to be heard) upon the questions of:

- (1) the sufficiency of the notice;
- (2) whether the proposed activities and improvements are of public utility and benefit;
- (3) whether the formula or method to be used for the assessment of special benefits is appropriate;
- (4) whether the district contains all, or more or less than all, of the territory specially benefited by the activities and improvements; and
- (5) whether each individual business owner:
 - (A) that did not sign to approve the petition; and
 - (B) would be subject to the assessment of the district that has otherwise reached the approval threshold;
 wishes to make a request for exclusion from the district, to be approved or denied by the legislative body before the final passage of the ordinance establishing the district.

Sec. 13. (a) After conducting a hearing on the proposed district, the legislative body may adopt an ordinance establishing the district if it determines that:

- (1) the petition meets the requirements of this section and sections 9 through 11 of this chapter;
- (2) the activities and improvements to be undertaken in the district will provide special benefits to businesses in the district and will be of public utility and benefit;
- (3) the benefits provided by the activities and improvements will be new benefits that do not replace benefits existing before the establishment of the district; and



(4) the formula or method to be used for the assessment of special benefits is appropriate.

(b) The legislative body may adopt the ordinance only if it determines that the petition has been signed by:

(1) at least sixty-seven percent (67%) of the owners of businesses within the proposed district; and

(2) the owners of businesses within the proposed district that constitute more than fifty percent (50%) of the revenue to be collected from the special assessments.

(c) The ordinance shall:

(1) incorporate the information set forth in the district plan;

(2) specify the time and manner in which special assessments levied under this chapter are to be collected and paid to the unit's fiscal officer for deposit in the tourism improvement fund established under section 14 of this chapter; and

(3) include any other content that the legislative body determines is reasonable as it relates to the operation of the district.

For purposes of subdivision (2), the collection of special assessments under this chapter may occur at the same time and in the same manner as for an innkeeper's tax under IC 6-9, including the application of any enforcement mechanisms and interest and penalty attributable to innkeeper's taxes under IC 6-9-29.

(d) The adoption of an ordinance establishing a district does not affect and may not be construed to authorize any decrease in the level of publicly funded tourism promotion services that existed before the district's establishment.

Sec. 14. (a) The unit's fiscal officer shall establish a special fund, known as the tourism improvement fund, and shall deposit in the tourism improvement fund all special assessments received under this chapter and any other amounts received by the fiscal officer.

(b) The unit's fiscal officer may transfer money in the tourism improvement fund to the district management association to be used only for the purposes specified in the ordinance establishing the district. Any bonds issued under this chapter are payable solely from special assessments deposited in the tourism improvement fund and other revenues of the district.

(c) Any money earned from investment of money in the tourism improvement fund becomes a part of the tourism improvement fund.

Sec. 15. (a) The unit shall contract with the district management association designated in the district plan to administer and



implement the district's activities and improvements.

(b) The district management association may be either an existing nonprofit corporation or a newly formed nonprofit corporation. If the district management association is a new nonprofit corporation created to manage the district, the certificate of incorporation or bylaws of the district management association shall provide for voting representation of owners within the district. If the district management association is an existing nonprofit corporation, the existing nonprofit corporation may create a committee of district owners or owners' representatives.

(c) The district management association may make recommendations to the unit's legislative body with respect to any matter involving or relating to the district.

(d) The unit's legislative body, for any consideration that it considers appropriate, may license or grant to the district management association the right to undertake or permit commercial activities or other private uses of the streets or other parts of the district in which the unit has any real property interest.

Sec. 16. (a) A district may issue bonds to provide improvements. The term of any bonds issued may not exceed ten (10) years. If a district is renewed under section 17 of this chapter, the term of any bonds issued may not exceed ten (10) years from the date of renewal.

(b) Bonds issued under this chapter do not constitute an indebtedness of the unit within the meaning of a constitutional or statutory debt limitation.

Sec. 17. (a) The initial term for a district shall be at least three (3) years and not more than ten (10) years.

(b) A district may be renewed for one (1) additional period of not more than ten (10) years by following the procedures for the initial establishment of a district as set forth in sections 9 through 13 of this chapter.

(c) If a district is renewed, any remaining revenues derived from the levy of a special assessment, or any revenues derived from the sale of assets acquired with the revenues, shall be transferred to the renewed district. The following apply to the transfer of any remaining revenues of a renewed district:

(1) If the renewed district includes a business not included in the prior district, the remaining revenues shall be spent to benefit only the business in the prior district.

(2) If the renewed district does not include a business included



in the prior district, the remaining revenues attributable to the parcel shall be refunded to the owners of the business by applying the method the district used under section 11 of this chapter to calculate the special assessment before the renewal.

(d) The boundaries, special assessments, improvements, or activities of a renewed district are not required to be the same as the original or prior district.

Sec. 18. An ordinance adopted under section 13 of this chapter may be amended if notice of the proposed amendment is published and mailed in the manner provided by section 12 of this chapter. However, if an amendment proposes to:

- (1) levy a new or increased special assessment;
- (2) change the district's boundaries; or
- (3) issue a new bond;

the unit's legislative body shall require compliance with the procedures set forth in sections 9 through 13 of this chapter before amending the ordinance.

Sec. 19. (a) During the operation of the district, there shall be a thirty (30) day period, beginning one (1) year after the date of the district's establishment and in each year thereafter, in which the owners may request dissolution of the district in accordance with this section.

(b) After a public hearing before the unit's legislative body, the legislative body may dissolve a district by ordinance in either of the following circumstances:

- (1) If the legislative body finds there has been misappropriation of funds, malfeasance, or a violation of law in connection with the management of the district.
- (2) At any time during the annual thirty (30) day period described in subsection (a).

(c) Upon the written petitions of the owners or authorized representatives of businesses in the district that pay fifty percent (50%) or more of the special assessments levied, the unit's legislative body shall pass a resolution of intention to dissolve the district.

(d) The unit's legislative body shall first adopt a resolution of intention to dissolve the district before the public hearing to dissolve a district under this section. The resolution of intention must include each of the following items:

- (1) The reason for the dissolution.
- (2) The time and place of the public hearing.
- (3) A proposal to dispose of any assets acquired with the



revenues of the special assessments levied within the district. The notice of the hearing on the resolution of intent to dissolve the district shall be published in the manner provided by IC 5-3-1 and must also be given by mail to the owner of each business subject to a special assessment in the district. The legislative body shall conduct the public hearing on the resolution of intention to dissolve the district not later than thirty (30) days after the date the notice is mailed to the assessed owners.

(e) The public hearing to dissolve the district shall be held not more than sixty (60) days after the date of the adoption of the resolution of intention.

(f) A dissolution of a district under this section has the effect of repealing the ordinance adopted under section 13 of this chapter that established the district.

Sec. 20. (a) The district management association shall submit an annual report to the legislative body and the fiscal body before January 1 of each year, beginning in the year after the first year of the district's establishment.

(b) The report shall contain the following information:

- (1) The use of revenue collected from special assessments levied under this chapter for that year.
- (2) The activities and improvements to be provided for the ensuing year and an estimate of the cost of providing the activities and improvements for the ensuing year.
- (3) The estimated amount of any surplus or deficit revenues to be carried over from the prior year.

Sec. 21. (a) Upon the dissolution or expiration without renewal of a district, any remaining revenues, after all outstanding debts are paid, derived from the:

- (1) levy of special assessments; or
- (2) sale of assets acquired with the revenues of the district or from bond reserve funds or construction funds;

shall be refunded to the owners located within the district on or before the date of the district's dissolution or expiration without renewal.

(b) The amount of the refund provided under subsection (a) to an owner shall be determined by applying the method the district used under section 11 of this chapter to calculate the special assessment in the year:

- (1) in which the district was dissolved or allowed to expire without renewal; or
- (2) before the district was dissolved or allowed to expire



without renewal if a special assessment had not been levied. However, in lieu of providing a refund, the unit's legislative body may instead elect to spend any remaining revenues on activities and improvements specified in the ordinance that established the district before its dissolution or expiration without renewal.

(c) Any liabilities incurred by the district are not an obligation of the unit and are payable solely from the collection of special assessments deposited in the special fund under section 14 of this chapter and other revenues of the district.

Sec. 22. Notwithstanding any other provision of this chapter, special assessments levied to pay the principal and interest on any bonds issued under this chapter may not be reduced or terminated if doing so would interfere with the timely retirement of the debt.

SECTION 165. IC 36-7.5-2-10.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE FEBRUARY 28, 2026 (RETROACTIVE)]: **Sec. 10.5.**

(a) All bonds, notes, evidences of indebtedness, leases, or other written obligations issued or executed under this article by or in the name of the:

- (1) Indiana finance authority;
- (2) development authority; and
- (3) city of Gary, the Lake County board of commissioners, or the Lake County convention center authority established by IC 36-7.5-7-9;

as authorized or approved by resolution or ordinance adopted by the entity before February 28, 2026, are hereby legalized and declared valid.

(b) Any pledge, dedication or designation of revenues, conveyance, or mortgage securing the bonds, notes, evidences of indebtedness, leases, or other written obligations issued or executed under this article by or in the name of the:

- (1) Indiana finance authority;
- (2) development authority; and
- (3) city of Gary, the Lake County board of commissioners, or the Lake County convention center authority established by IC 36-7.5-7-9;

as authorized or approved by resolution or ordinance adopted by the entity before February 28, 2026, are hereby legalized and declared valid.

(c) Any resolutions adopted, proceedings had, and actions taken under this article by the:

- (1) Indiana finance authority;



- (2) development authority; and
- (3) city of Gary, the Lake County board of commissioners, or the Lake County convention center authority established by IC 36-7.5-7-9;

before February 28, 2026, under which the bonds, notes, evidences of indebtedness, leases, or other written obligations were or will be issued or under which the pledge, dedication or designation of revenues, conveyance, or mortgage was or will be granted are hereby legalized and declared valid.

(d) An action to contest the validity of any action taken under this article may not be brought after the fifteenth day following the date the resolution of the:

- (1) Indiana finance authority;
- (2) development authority; or
- (3) city of Gary, the Lake County board of commissioners, or the Lake County convention center authority established by IC 36-7.5-7-9;

is adopted approving the action taken.

(e) If an action challenging an action taken under this article is not brought within the time prescribed by this section, the lease, contract, bonds, notes, obligations, or other action taken shall be conclusively presumed to be fully authorized and valid under the laws of the state and any person is estopped from further questioning the authorization, validity, execution, delivery, or issuance of the lease, contract, bonds, notes, obligations, or other action."

Page 139, between lines 15 and 16, begin a new paragraph and insert:

"SECTION 167. IC 36-7.5-6-4, AS ADDED BY P.L.195-2023, SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 4. (a) The blighted property demolition fund is established to provide grants to the city of Gary to demolish qualified properties.

(b) The fund consists of:

- (1) appropriations from the general assembly;
- (2) available federal funds;
- (3) transfers of money under ~~IC 4-33-13-2.5(b)(1);~~ **IC 4-33-13-5(a)(3)(B);**
- (4) deposits required under section 5(a) and 5(b) of this chapter; and
- (5) gifts, grants, donations, or other contributions from any other public or private source.



(c) The development authority shall administer the fund.

(d) The treasurer of state shall invest the money in the fund not currently needed to meet the obligations of the fund in the same manner as other public funds may be invested.

(e) The money remaining in the fund at the end of a state fiscal year does not revert to the state general fund.

(f) Money in the fund is continuously appropriated for the purposes of this chapter.

SECTION 168. IC 36-7.5-7-5, AS ADDED BY P.L.195-2023, SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) The Lake County economic development and convention fund is established. The fund shall be administered by the development authority.

(b) The convention fund consists of:

- (1) deposits under ~~IC 4-33-13-2.5(b)(2)~~; **IC 4-33-13-5(a)(2)(C) and IC 4-33-13-5(a)(3)(A)**;
- (2) deposits under subsection (c);
- (3) appropriations to the fund;
- (4) gifts, grants, loans, bond proceeds, and other money received for deposit in the fund; and
- (5) other deposits or transfers of funds from local units located in Lake County.

(c) If a proposal is approved as provided under this chapter, each state fiscal year, beginning with the first state fiscal year that begins after the proposal is approved, the approved entity shall deposit up to five million dollars (\$5,000,000) in the convention fund. **The obligation of the city of Gary, as the approved entity, for each state fiscal year under this subsection is satisfied by the distributions made by the state comptroller on behalf of the city of Gary under IC 4-33-13-5(a)(2)(C). However, if the total amount distributed under IC 4-33-13-5(a)(2)(C) on behalf of the city of Gary with respect to a particular state fiscal year is less than the amount required by this subsection, the fiscal officer of the city of Gary shall transfer the amount of the shortfall to the convention fund from any source of revenue available to the city of Gary other than property taxes. The state comptroller shall certify the amount of any shortfall to the fiscal officer of the city of Gary after making the distribution required by IC 4-33-13-5(a)(2)(C) on behalf of the city of Gary with respect to a particular state fiscal year.**

(d) The development authority shall administer money, including determining amounts to be used and the specific purposes, from the convention fund.



(e) Except as provided in section 8(d) of this chapter, the money remaining in the convention fund at the end of a state fiscal year does not revert to the state general fund.

(f) Money in the convention fund is continuously appropriated for the purposes of this chapter.

(g) Subject to budget committee review, but except as provided in subsection (i), the development authority may receive reimbursement for expenses incurred and a reasonable and customary amount for providing administrative services from money in the convention fund.

(h) The development authority shall quarterly report to the budget committee on all uses of money in the convention fund and the status of the convention and event center project.

(i) The development authority shall conduct an updated feasibility study related to a potential convention and event center located in Lake County. The development authority shall be reimbursed for the costs of obtaining the updated feasibility study from money in the fund. Budget committee review is not required for reimbursement under this subsection.

SECTION 169. IC 36-7.5-7-9, AS ADDED BY P.L.195-2023, SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 9. (a) If a proposal is approved under section 8 of this chapter, following the approval of the proposal, **and when the construction of the convention and event center is substantially completed so that the convention and event center can be used for its intended purpose**, the Lake County convention center authority is established for the purpose of holding an equal share of ownership of the Lake County convention and event center with the entity whose proposal is approved and for providing general oversight of the upkeep, improvements, and management team as outlined in the accepted proposal. Subject to subsection (e), the convention center authority consists of seven (7) members, appointed as follows:

- (1) Three (3) members appointed by the entity whose proposal is approved under section 8 of this chapter.
- (2) Three (3) members appointed by the Lake County board of commissioners.
- (3) One (1) member appointed by the governor.

Individuals appointed to the convention center authority must be **Indiana residents and** have professional experience in commercial facility management. **An appointing authority may not appoint an attorney in active standing as a member of the authority.**

(b) The term of office for a member of the board is two (2) years. The term begins July 1 of the year in which the member is appointed



and ends on June 30 of the second year following the member's appointment. A member may be reappointed after the member's term has expired.

(c) A vacancy in membership must be filled in the same manner as the original appointment. Appointments made to fill a vacancy that occurs before the expiration of a term are for the remainder of the unexpired term.

(d) The member appointed under subsection (a)(3) shall serve as the chairperson of the convention center authority. The convention center authority shall meet at the call of the chairperson.

(e) An individual may not be appointed to the convention center authority if the individual is a party to a contract or agreement with the entity whose proposal is approved, is employed by the entity whose proposal is approved, or otherwise has a direct or indirect financial interest in the entity whose proposal is approved under this chapter.

SECTION 170. IC 36-7.5-7-10, AS ADDED BY P.L.195-2023, SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 10. (a) A local county fund known as the Lake County convention and event center reserve fund is established to pay for:

- (1) additions;
- (2) refurbishment; and
- (3) budget shortfalls or other unusual costs;

of a convention and event center that is constructed using money from the convention fund under this chapter.

(b) The reserve fund consists of:

- (1) transfers under IC 6-9-2-1.5(c); and
- (2) gifts, grants, donations, or other contributions from any other public or private source.

(c) **The Lake County commissioners shall administer the reserve fund until the convention center authority is established. Thereafter,** the convention center authority shall administer the reserve fund.

SECTION 171. IC 36-7.5-8-3, AS ADDED BY P.L.195-2023, SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. (a) The Gary Metro Center station revitalization fund is established to provide funding for the Gary Metro Center station revitalization project.

(b) The fund consists of:

- (1) appropriations from the general assembly;
- (2) available federal funds;
- (3) transfers of money under ~~IC 4-33-13-2.5(b)(3);~~



IC 4-33-13-5(a)(3)(C);

(4) deposits required under section 4 of this chapter; and
 (5) gifts, grants, donations, or other contributions from any other public or private source.

(c) The development authority shall administer the fund.

(d) The money remaining in the fund at the end of a state fiscal year does not revert to the state general fund.

(e) Money in the fund is continuously appropriated for the purposes of this chapter.

(f) Subject to budget committee review, the development authority may receive reimbursement for expenses incurred and a reasonable and customary amount for providing administrative services from money in the fund.

SECTION 172. IC 36-8-11-12, AS AMENDED BY P.L.236-2023, SECTION 197, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 12. (a) This section does not apply to the appointment of a governing board under section 12.5 of this chapter.

(b) Within thirty (30) days after the ordinance or resolution establishing the district becomes final, the county legislative body shall appoint a board of fire trustees. The trustees must be qualified by knowledge and experience in matters pertaining to fire protection and related activities in the district. A person who:

- (1) is a party to a contract with the district; **or**
- (2) is a member, an employee, a director, or a shareholder of any corporation or association that has a contract with the district; **or**
- (3) does not reside in the district;**

may not be appointed or serve as a trustee. The legislative body shall appoint one (1) trustee from each township or part of a township contained in the district and one (1) trustee from each municipality contained in the district. If the number of trustees selected by this method is an even number, the legislative body shall appoint one (1) additional trustee so that the number of trustees is always an odd number. If the requirements of this section do not provide at least three (3) trustees, the legislative body shall make additional appointments so that there is a minimum of three (3) trustees.

(c) The original trustees shall be appointed as follows:

- (1) One (1) for a term of one (1) year.
- (2) One (1) for a term of two (2) years.
- (3) One (1) for a term of three (3) years.
- (4) All others for a term of four (4) years.

The terms expire on the first Monday of January of the year their



appointments expire. As the terms expire, each new appointment is for a term of four (4) years.

(d) If a vacancy occurs on the board, the county legislative body shall appoint a trustee with the qualifications specified in subsection (b) for the unexpired term.

(e) On December 31, 2026, the term of any person serving as a trustee who does not reside in the district for which the person serves as a trustee is terminated. The county legislative body shall make new appointments as soon as possible after December 31, 2026, to serve for the remainder of the unexpired term.

SECTION 173. IC 36-8-19-7.5, AS AMENDED BY P.L.68-2025, SECTION 241, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)]: Sec. 7.5. (a) This section applies to:

- (1) local income tax distributions; and
- (2) excise tax distributions;

made after December 31, 2009.

(b) Except as provided in subsection (c), for purposes of allocating local income tax distributions that are based on a taxing unit's allocation amount before January 1, ~~2028~~, **2029**, or that an adopting body allocates under IC 6-3.6-6 to economic development before January 1, ~~2028~~, **2029**, or excise tax distributions that are distributed based on the amount of a taxing unit's property tax levies, each participating unit in a territory is considered to have imposed a part of the property tax levy imposed for the territory. The part of the property tax levy imposed for the territory for a particular year that shall be attributed to a participating unit is equal to the amount determined in the following STEPS:

STEP ONE: Determine the total amount of all property taxes imposed by the participating unit in the year before the year in which a property tax levy was first imposed for the territory.

STEP TWO: Determine the sum of the STEP ONE amounts for all participating units.

STEP THREE: Divide the STEP ONE result by the STEP TWO result.

STEP FOUR: Multiply the STEP THREE result by the property tax levy imposed for the territory for the particular year.

(c) This subsection applies to a determination under subsection (b) made in calendar years 2018, 2019, and 2020. The department of local government finance may, for distributions made in calendar year 2022, adjust the allocation amount determined under subsection (b) to correct for any clerical or mathematical errors made in any determination for



calendar year 2018, 2019, or 2020, as applicable, including the allocation amount for any taxing unit whose distribution was affected by the clerical or mathematical error in those years. The department of local government finance may apply the adjustment to the allocation amount for a taxing unit over a period not to exceed ten (10) years in order to offset the effect of the adjustment on the distribution.

(d) This subsection applies to a territory established by an ordinance or a resolution adopted under this chapter after December 31, 2024. Before additional revenue from a local income tax rate may be allocated to the provider unit of a new territory due to an increased property tax levy resulting from the establishment of the territory, the county fiscal body must adopt an ordinance or resolution approving the allocation."

Page 141, between lines 12 and 13, begin a new paragraph and insert:

"SECTION 175. IC 36-9-37-14 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)]:
Sec. 14. (a) **With respect to** a property owner who has secured the right to pay the property owner's assessments in deferred installments by the filing of a waiver, ~~may~~, **the municipal works board shall establish a policy to permit an owner of real property in the municipality to prepay the property owner's assessment in full by either of the following methods:**

(1) At any time after the expiration of the first year after the filing, pay the entire balance of the assessment and be relieved of the lien on the property owner's property. A property owner may not pay the property owner's entire balance under this subsection unless at the same time the property owner pays all interest due at the next interest paying period.

(2) **At any time, including within the year of the filing, pay the entire balance of the assessment and be relieved of the lien on the property owner's property. A property owner may not pay the property owner's entire balance under this subsection unless at the same time the property owner pays all interest due at the next interest paying period.**

(b) If a person who exercises the right to prepay the person's assessment fully pays the assessment and interest, all interest and liability as to the assessed property ceases."

Page 143, line 9, delete "2027." and insert "**2027, and the effective date of the amendment made by P.L.68-2025, SECTION 124 is delayed by this act until July 1, 2028.**"

Page 143, line 13, delete "by this act, to expire July 1, 2027;" and



insert "effective July 1, 2026, to expire July 1, 2028;"

Page 143, line 15, delete "2027." and insert "2028."

Page 143, line 16, delete "2027." and insert "2028."

Page 143, between lines 16 and 17, begin a new paragraph and insert:

"SECTION 180. [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)] (a) IC 6-3.1-38-4 and IC 6-3.1-38-7, both as amended by this act, and IC 6-3.1-38-4.5, as added by this act, apply to taxable years beginning after December 31, 2025.

(b) This SECTION expires January 1, 2028.

SECTION 181. [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)] (a) IC 6-1.1-51.3-5 and IC 6-1.1-51.3-6, both as added by this act, apply to property taxes imposed for assessment dates after December 31, 2025.

(b) This SECTION expires January 1, 2028.

SECTION 182. [EFFECTIVE JANUARY 1, 2026 (RETROACTIVE)] (a) IC 6-1.1-12-14, as amended by this act, applies to property taxes for assessment dates after December 31, 2025.

(b) This SECTION expires January 1, 2028.

SECTION 183. [EFFECTIVE UPON PASSAGE] (a) Notwithstanding the effective date of the following sections amended by P.L.68-2025 (SEA 1-2025), the effective date for these sections is July 1, 2028, and not July 1, 2027:

(1) IC 5-1-14-14, as amended by P.L.68-2025 (SEA 1-2025), SECTION 2.

(2) IC 5-16-9-3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 4.

(3) IC 6-1.1-10.3-3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 16 and as amended by this act.

(4) IC 6-1.1-10.3-5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 17.

(5) IC 6-1.1-10.3-7, as amended by P.L.68-2025 (SEA 1-2025), SECTION 18.

(6) IC 6-3-2-27.5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 86.

(7) IC 6-3.5-4-1, as amended by P.L.68-2025 (SEA 1-2025), SECTION 87.

(8) IC 6-3.5-4-1.1, as amended by P.L.68-2025 (SEA 1-2025), SECTION 88.

(9) IC 6-3.5-5-1, as amended by P.L.68-2025 (SEA 1-2025), SECTION 89.



- (10) IC 6-3.5-5-1.1, as amended by P.L.68-2025 (SEA 1-2025), SECTION 90.
- (11) IC 6-3.6-1-1, as amended by P.L.68-2025 (SEA 1-2025), SECTION 91.
- (12) IC 6-3.6-1-1.5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 92 and as amended by this act.
- (13) IC 6-3.6-1-3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 93 and as amended by this act.
- (14) IC 6-3.6-1-4, as amended by P.L.68-2025 (SEA 1-2025), SECTION 94.
- (15) IC 6-3.6-2-5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 97.
- (16) IC 6-3.6-3-1, as amended by P.L.68-2025 (SEA 1-2025), SECTION 102.
- (17) IC 6-3.6-3-3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 103 and as amended by this act.
- (18) IC 6-3.6-3-4, as amended by P.L.68-2025 (SEA 1-2025), SECTION 105 and as amended by this act.
- (19) IC 6-3.6-3-5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 106 and as amended by this act.
- (20) IC 6-3.6-6-2, as amended by P.L.68-2025 (SEA 1-2025), SECTION 118 and as amended by this act.
- (21) IC 6-3.6-6-3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 124.
- (22) IC 6-3.6-6-4, as amended by P.L.68-2025 (SEA 1-2025), SECTION 126 and as amended by this act.
- (23) IC 6-3.6-6-8, as amended by P.L.68-2025 (SEA 1-2025), SECTION 130.
- (24) IC 6-3.6-6-8.5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 131.
- (25) IC 6-3.6-6-9.5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 133.
- (26) IC 6-3.6-6-17, as amended by P.L.68-2025 (SEA 1-2025), SECTION 140.
- (27) IC 6-3.6-6-18, as amended by P.L.68-2025 (SEA 1-2025), SECTION 141.
- (28) IC 6-3.6-6-19, as amended by P.L.68-2025 (SEA 1-2025), SECTION 142.
- (29) IC 6-3.6-6-21, as amended by P.L.68-2025 (SEA 1-2025), SECTION 144.
- (30) IC 6-3.6-6-21.3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 146 and as amended by this act.



- (31) IC 6-3.6-7-9, as amended by P.L.68-2025 (SEA 1-2025), SECTION 149 and as amended by this act.
- (32) IC 6-3.6-7-28, as amended by P.L.68-2025 (SEA 1-2025), SECTION 150.
- (33) IC 6-3.6-8-4, as amended by P.L.68-2025 (SEA 1-2025), SECTION 152.
- (34) IC 6-3.6-9-1, as amended by P.L.68-2025 (SEA 1-2025), SECTION 154 and as amended by this act.
- (35) IC 6-3.6-9-4, as amended by P.L.68-2025 (SEA 1-2025), SECTION 156.
- (36) IC 6-3.6-9-4.1, as amended by P.L.68-2025 (SEA 1-2025), SECTION 157.
- (37) IC 6-3.6-9-5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 158 and as amended by this act.
- (38) IC 6-3.6-9-6, as amended by P.L.68-2025 (SEA 1-2025), SECTION 159.
- (39) IC 6-3.6-9-7, as amended by P.L.68-2025 (SEA 1-2025), SECTION 160.
- (40) IC 6-3.6-9-9, as amended by P.L.68-2025 (SEA 1-2025), SECTION 163.
- (41) IC 6-3.6-9-10, as amended by P.L.68-2025 (SEA 1-2025), SECTION 164 and as amended by this act.
- (42) IC 6-3.6-9-11, as amended by P.L.68-2025 (SEA 1-2025), SECTION 165.
- (43) IC 6-3.6-9-12, as amended by P.L.68-2025 (SEA 1-2025), SECTION 166 and as amended by this act.
- (44) IC 6-3.6-9-13, as amended by P.L.68-2025 (SEA 1-2025), SECTION 167 and as amended by this act.
- (45) IC 6-3.6-9-16, as amended by P.L.68-2025 (SEA 1-2025), SECTION 170.
- (46) IC 6-3.6-11-3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 180 and as amended by this act.
- (47) IC 6-9-10.5-8, as amended by P.L.68-2025 (SEA 1-2025), SECTION 190.
- (48) IC 8-18-22-6, as amended by P.L.68-2025 (SEA 1-2025), SECTION 195.
- (49) IC 8-22-3.5-9, as amended by P.L.68-2025 (SEA 1-2025), SECTION 196.
- (50) IC 12-20-25-34, as amended by P.L.68-2025 (SEA 1-2025), SECTION 197.
- (51) IC 12-20-25-35, as amended by P.L.68-2025 (SEA 1-2025), SECTION 198.



(52) IC 36-7-14-39, as amended by P.L.68-2025 (SEA 1-2025), SECTION 234.

(53) IC 36-7-15.1-26, as amended by P.L.68-2025 (SEA 1-2025), SECTION 235 and as amended by this act.

(54) IC 36-7-15.1-53, as amended by P.L.68-2025 (SEA 1-2025), SECTION 236 and as amended by this act.

(55) IC 36-7-30-25, as amended by P.L.68-2025 (SEA 1-2025), SECTION 237 and as amended by this act.

(56) IC 36-7-30.5-30, as amended by P.L.68-2025 (SEA 1-2025), SECTION 238 and as amended by this act.

(57) IC 36-7.5-4-2.5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 239.

(58) IC 36-8-19-8, as amended by P.L.68-2025 (SEA 1-2025), SECTION 242.

(b) Notwithstanding the effective date of the following sections amended by P.L.68-2025 (SEA 1-2025), the effective date for these sections is January 1, 2029, and not January 1, 2028:

(1) IC 6-1.1-18.5-3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 60.

(2) IC 6-3.6-2-2, as amended by P.L.68-2025 (SEA 1-2025), SECTION 95 and as amended by this act.

(3) IC 6-3.6-2-13, as amended by P.L.68-2025 (SEA 1-2025), SECTION 100 and as amended by this act.

(4) IC 6-3.6-2-15, as amended by P.L.68-2025 (SEA 1-2025), SECTION 101 and as amended by this act.

(5) IC 6-3.6-4-1, as amended by P.L.68-2025 (SEA 1-2025), SECTION 113.

(6) IC 6-3.6-4-2, as amended by P.L.68-2025 (SEA 1-2025), SECTION 114.

(7) IC 6-3.6-4-3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 115.

(8) IC 6-3.6-8-3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 151 and as amended by this act.

(9) IC 6-3.6-8-5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 153.

(10) IC 6-3.6-10-2, as amended by P.L.68-2025 (SEA 1-2025), SECTION 174.

(11) IC 6-3.6-10-3, as amended by P.L.68-2025 (SEA 1-2025), SECTION 175.

(12) IC 6-3.6-10-5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 176.

(13) IC 6-3.6-10-6, as amended by P.L.68-2025 (SEA 1-2025),



SECTION 177.

(14) IC 6-3.6-11-4, as amended by P.L.68-2025 (SEA 1-2025), SECTION 181.

(15) IC 6-3.6-11-5.5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 182.

(16) IC 6-3.6-11-6, as amended by P.L.68-2025 (SEA 1-2025), SECTION 183.

(17) IC 6-3.6-11-7, as amended by P.L.68-2025 (SEA 1-2025), SECTION 184.

(18) IC 6-3.6-11-7.5, as amended by P.L.68-2025 (SEA 1-2025), SECTION 185.

(c) Notwithstanding the effective date of the following sections added by P.L.68-2025 (SEA 1-2025), the effective date for these sections is July 1, 2028, and not July 1, 2027:

(1) IC 6-3.6-3-3.3, as added by P.L.68-2025 (SEA 1-2025), SECTION 104.

(2) IC 6-3.6-5-7, as added by P.L.68-2025 (SEA 1-2025), SECTION 116.

(3) IC 6-3.6-6-0.5, as added by P.L.68-2025 (SEA 1-2025), SECTION 117.

(4) IC 6-3.6-6-4.3, as added by P.L.68-2025 (SEA 1-2025), SECTION 127 and as amended by this act.

(5) IC 6-3.6-6-4.5, as added by P.L.68-2025 (SEA 1-2025), SECTION 128 and as amended by this act.

(6) IC 6-3.6-6-6.1, as added by P.L.68-2025 (SEA 1-2025), SECTION 129 and as amended by this act.

(7) IC 6-3.6-6-22, as added by P.L.68-2025 (SEA 1-2025), SECTION 147 and as amended by this act.

(8) IC 6-3.6-6-23, as added by P.L.68-2025 (SEA 1-2025), SECTION 148 and as amended by this act.

(9) IC 6-3.6-9-1.1, as added by P.L.68-2025 (SEA 1-2025), SECTION 155.

(10) IC 6-3.6-9-17.5, as added by P.L.68-2025 (SEA 1-2025), SECTION 171 and as amended by this act.

(11) IC 6-3.6-9-20, as added by P.L.68-2025 (SEA 1-2025), SECTION 172.

(12) IC 6-3.6-9-21, as added by P.L.68-2025 (SEA 1-2025), SECTION 173 and as amended by this act.

(d) Notwithstanding the effective date of the following sections repealed by P.L.68-2025 (SEA 1-2025), the effective date for these sections is July 1, 2028, and not July 1, 2027:

(1) IC 6-1.1-10.3-2, as repealed by P.L.68-2025 (SEA 1-2025),



SECTION 15.

(2) IC 6-3.6-2-4, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 96.

(3) IC 6-3.6-2-12, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 99.

(4) IC 6-3.6-3-6, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 107.

(5) IC 6-3.6-3-7, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 108.

(6) IC 6-3.6-3-8, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 109.

(7) IC 6-3.6-3-9, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 110.

(8) IC 6-3.6-3-10, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 112.

(9) IC 6-3.6-6-9, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 132.

(10) IC 6-3.6-6-10, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 134.

(11) IC 6-3.6-6-11, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 135.

(12) IC 6-3.6-6-12, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 136.

(13) IC 6-3.6-6-14, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 137.

(14) IC 6-3.6-6-15, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 138.

(15) IC 6-3.6-6-16, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 139.

(16) IC 6-3.6-6-20, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 143.

(17) IC 6-3.6-6-21.2, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 145.

(18) IC 6-3.6-9-8, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 161.

(19) IC 6-3.6-9-8.5, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 162.

(20) IC 6-3.6-9-14, as repealed by P.L.68-2025 (SEA 1-2025),
SECTION 168.

(e) Notwithstanding the effective date of the following sections repealed by P.L.68-2025 (SEA 1-2025), the effective date for these sections is January 1, 2029, and not January 1, 2028:



(1) IC 6-3.6-6-2.5, as repealed by P.L.68-2025 (SEA 1-2025), SECTION 119.

(2) IC 6-3.6-6-2.6, as repealed by P.L.68-2025 (SEA 1-2025), SECTION 120.

(3) IC 6-3.6-6-2.7, as repealed by P.L.68-2025 (SEA 1-2025), SECTION 121.

(4) IC 6-3.6-6-2.8, as repealed by P.L.68-2025 (SEA 1-2025), SECTION 122.

(5) IC 6-3.6-6-2.9, as repealed by P.L.68-2025 (SEA 1-2025), SECTION 123.

(6) IC 6-3.6-9-15, as repealed by P.L.68-2025 (SEA 1-2025), SECTION 169.

(7) IC 6-3.6-11-1, as repealed by P.L.68-2025 (SEA 1-2025), SECTION 179.

(f) The revisor of statutes shall print the Indiana Code to incorporate the effective date changes to the sections of P.L.68-2025 (SEA 1-2025) as provided in this SECTION and as amended by this act.

SECTION 184. P.L.68-2025, SECTION 246, IS REPEALED [EFFECTIVE UPON PASSAGE]. SECTION 246. [EFFECTIVE JUNE 30, 2027]. (a) Notwithstanding the July 1, 2027, effective date for IC 6-3.6-6-0.5, IC 6-3.6-6-4.3, IC 6-3.6-6-4.5, and IC 6-3.6-6-6.1, all as added by this act; the July 1, 2027, effective date for IC 6-3.6-6-2, IC 6-3.6-6-3, IC 6-3.6-6-4, IC 6-3.6-6-8, IC 6-3.6-6-8.5, IC 6-3.6-6-9.5, IC 6-3.6-6-17, IC 6-3.6-6-18, IC 6-3.6-6-19, and IC 6-3.6-6-21, all as amended by this act; and the July 1, 2027, or January 1, 2028, repeal of IC 6-3.6-6-2.5, IC 6-3.6-6-2.6, IC 6-3.6-6-2.7, IC 6-3.6-6-2.8, IC 6-3.6-6-2.9, IC 6-3.6-6-9, IC 6-3.6-6-10, IC 6-3.6-6-11, IC 6-3.6-6-12, IC 6-3.6-6-14, IC 6-3.6-6-15, IC 6-3.6-6-16, and IC 6-3.6-6-20, all as repealed by this act; the method used to determine the amount of a particular distribution of revenue before July 1, 2027, shall continue to be used for these determinations for all of 2027.

(b) Notwithstanding the adoption of different tax rates by a county applicable after 2027 or the adoption of municipal tax rates under IC 6-3.6-6-22, as added by this act, applicable after 2027, or any other provision of law, the certified distribution methodology calculation for local income tax distributions made in 2027 shall continue for local income tax distributions made in 2028 and 2029 to account for the transition to any new tax rates.

(c) This SECTION expires June 30, 2030.

SECTION 185. [EFFECTIVE JUNE 30, 2028] (a) Notwithstanding the effective date for:



(1) the amendment of sections in IC 6-3.6-6 by this act or by P.L.68-2025;

(2) the addition of sections in IC 6-3.6-6 by this act or by P.L.68-2025; or

(3) the repeal of sections in IC 6-3.6-6 by this act or by P.L.68-2025;

the method used to determine the amount of a particular distribution of revenue before July 1, 2028, shall continue to be used for these determinations for all of 2028.

(b) Notwithstanding the adoption of different tax rates by a county applicable after 2028 or the adoption of municipal tax rates under IC 6-3.6-6-22, applicable after 2028, or any other provision of law, the certified distribution methodology calculation for local income tax distributions made in 2028 shall continue for local income tax distributions made in 2029 and 2030 to account for the transition to any new tax rates.

(c) This SECTION expires June 30, 2031."

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1210 as introduced.)

THOMPSON

Committee Vote: yeas 23, nays 0.

