

SENATE BILL No. 331

DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-1.1-3-0.5.

Synopsis: True tax value of depreciable personal property. Adopts the value for depreciable personal property that is used for federal income tax purposes as the true tax value of the personal property under the property tax.

Effective: January 1, 2000.

Simpson

January 8, 1999, read first time and referred to Committee on Finance.

C
o
p
y



First Regular Session 111th General Assembly (1999)

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 1998 General Assembly.

SENATE BILL No. 331



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 6-1.1-3-0.5 IS ADDED TO THE INDIANA CODE
- 2 AS A **NEW SECTION** TO READ AS FOLLOWS [EFFECTIVE
- 3 JANUARY 1, 2000]: **Sec. 0.5. (a) As used in this section,**
- 4 **"depreciable personal property" means all tangible personal**
- 5 **property (as defined in IC 6-1.1-11) that is used in a trade or**
- 6 **business, used for the production of income, or held as an invest-**
- 7 **ment when a depreciation deduction is allowable for federal**
- 8 **income tax purposes.**
- 9 (b) For purposes of this article, "true tax value" of tangible
- 10 business personal property owned or held by a taxpayer on the
- 11 assessment date is the tax basis of the property as defined in
- 12 Section 1012 of the Internal Revenue Code adjusted by Sections
- 13 167, 168, and 179 of the Internal Revenue Code but not adjusted
- 14 for credits (such as the investment tax credit) that reduce the tax
- 15 basis of the property.
- 16 (c) A rule of the state board of tax commissioners that is
- 17 contrary to this section is void.

C
O
P
Y



1 SECTION 2. [EFFECTIVE JANUARY 1, 2000] **IC 6-1.1-3-0.5, as**
2 **added by this act, applies to true tax values for 2000 and to**
3 **property taxes first due and payable after December 31, 2000.**

C
o
p
y

