

# SENATE BILL No. 644

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## DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 6-3-2-1.

**Synopsis:** Graduated individual adjusted gross income tax. Establishes a graduated individual income tax that ranges from 2.8% of adjusted gross income of less than \$32,000 for a husband and wife filing a joint return and \$16,000 for a person filing a single return to 5.6% of adjusted gross income of at least \$150,000 for a husband and wife filing a joint return and \$75,000 for a person filing a single return.

**Effective:** January 1, 2000.

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**Simpson**

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January 22, 1999, read first time and referred to Committee on Rules and Legislative Procedure.

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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.

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## SENATE BILL No. 644



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 6-3-2-1 IS AMENDED TO READ AS FOLLOWS  
2 [EFFECTIVE JANUARY 1, 2000]: Sec. 1. (a) Each taxable year, a tax  
3 at the rate of ~~three and four-tenths percent (3.4%)~~ of adjusted gross  
4 ~~income~~ is imposed upon the adjusted gross income of every resident  
5 person and on that part of the adjusted gross income derived from  
6 sources within Indiana of every nonresident person. **The tax is**  
7 **determined as follows:**

**(1) In the case of a person filing a single return:**

	Portion of Adjusted	Tax Rate
	Gross Income	
11	<b>Less than \$16,000</b>	<b>2.8%</b>
12	<b>At least \$16,000</b>	
13	<b>but less than \$30,000</b>	<b>3.4%</b>
14	<b>At least \$30,000</b>	
15	<b>but less than \$75,000</b>	<b>4.8%</b>
16	<b>At least \$75,000</b>	<b>5.6%</b>

**(2) In the case of a husband and wife filing a joint return:**



	<b>Portion of Adjusted Gross Income</b>	<b>Tax Rate</b>
1		
2		
3	<b>Less than \$32,000</b>	<b>2.8%</b>
4	<b>At least \$32,000</b>	
5	<b>but less than \$60,000</b>	<b>3.4%</b>
6	<b>At least \$60,000</b>	
7	<b>but less than \$150,000</b>	<b>4.8%</b>
8	<b>At least \$150,000</b>	<b>5.6%</b>

9 (b) Each taxable year, a tax at the rate of three and four-tenths  
10 percent (3.4%) of adjusted gross income is imposed on that part of the  
11 adjusted gross income derived from sources within Indiana of every  
12 corporation.

13 SECTION 2. [EFFECTIVE JANUARY 1, 2000] IC 6-3-2-1, as  
14 amended by this act, applies only to taxable years beginning after  
15 December 31, 1999.

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