

HOUSE BILL No. 1573

DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-3-5-3.

Synopsis: Tax reciprocity with Illinois. Permits the department of state revenue, with the approval of the budget agency after the review of the state budget committee, to make a payment to the state of Illinois for excess income taxes collected by Indiana from Illinois residents compared with Illinois collections of income taxes from Indiana residents.

Effective: July 1, 1999.

Grubb, Fesko, Gregg, Dobis

January 21, 1999, read first time and referred to Committee on Ways and Means.

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.

HOUSE BILL No. 1573



A BILL FOR AN ACT to amend the Indiana Code concerning taxation and to make an appropriation.

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

1 SECTION 1. IC 6-3-5-3 IS ADDED TO THE INDIANA CODE AS
 2 A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1,
 3 1999]: **Sec. 3. The department of state revenue, with the approval**
 4 **of the budget agency after the review of the state budget**
 5 **committee, may enter into an agreement with the state of Illinois**
 6 **that establishes a methodology for determining individual income**
 7 **taxes paid by residents of each state to the other state and an**
 8 **obligation, in exchange for a like obligation on the part of Illinois,**
 9 **to make a payment to Illinois. The payment obligation may not be**
 10 **greater than the Indiana individual adjusted gross income taxes**
 11 **collected from Illinois resident individuals for the previous taxable**
 12 **year that exceed the net income tax collections by Illinois from**
 13 **Indiana resident individuals. The amount needed to make the**
 14 **payment is appropriated from the state general fund.**

C
O
P
Y

