

## SENATE BILL No. 387

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### DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 6-1.1-37-14.

**Synopsis:** Property tax reduction for timely payments. Provides a property tax credit to a real property owner that consistently pays real property taxes in a timely manner for the same property. Provides a credit for one year of 10% after five years of ownership and timely payments, 15% after ten years, and 20% after 20 years. Specifies that 2013 is the first year that may be used toward the consecutive year requirement.

**Effective:** January 1, 2013.

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### Young R, Randolph

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January 9, 2012, read first time and referred to Committee on Appropriations.

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Second Regular Session 117th General Assembly (2012)

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 2011 Regular Session of the General Assembly.

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**SENATE BILL No. 387**



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 6-1.1-37-14 IS ADDED TO THE INDIANA CODE  
2 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE  
3 JANUARY 1, 2013]: **Sec. 14. (a) This section applies to property tax**  
4 **payments after December 31, 2012.**  
5 **(b) A taxpayer that:**  
6 **(1) is the owner of real property; and**  
7 **(2) timely pays the full amount of the taxpayer's real property**  
8 **tax liability on that real property;**  
9 **for the number of consecutive years specified in subsection (c), is**  
10 **entitled to a real property tax credit for one (1) year in the**  
11 **percentage amount specified in subsection (c). The first year that**  
12 **may be counted toward the consecutive year requirement is 2013.**  
13 **(c) The number of consecutive years of ownership and timely**  
14 **real property tax payments required for a taxpayer described in**  
15 **subsection (b) to receive the corresponding credit is as follows:**  
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<b>Consecutive Years</b>	<b>Credit Percentage</b>
<b>Five (5) years</b>	<b>10% in the sixth year</b>

  
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1                    **Ten (10) years                    15% in the eleventh year**  
 2                    **Twenty (20) years                    20% in the twenty-first year**  
 3                    **(d) If a taxpayer:**  
 4                    **(1) makes twenty (20) years of consecutive timely payments;**  
 5                    **or**  
 6                    **(2) fails to make a timely payment;**  
 7                    **the time period for that taxpayer begins again at zero (0) years. A**  
 8                    **payment may be used only once toward the consecutive timely**  
 9                    **payment requirement with respect to each five (5) or ten (10) year**  
 10                    **time period.**  
 11                    **(e) A taxpayer is not required to claim the credit provided by**  
 12                    **this section. The county auditor and treasurer shall apply the**  
 13                    **credit automatically in the year immediately following the last year**  
 14                    **of the corresponding consecutive year period as a percentage of the**  
 15                    **amount of real property taxes owed by the taxpayer in that year.**

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