

# SENATE BILL No. 201

---

## DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 6-1.1-4-4.3.

**Synopsis:** Homestead assessed value growth cap. Limits the annual increase in assessed value of a homestead to 5% unless: (1) ownership of the homestead changes during the year; or (2) the increase results from physical changes to the homestead.

**Effective:** January 1, 2014.

---

---

**Zakas**

---

---

January 7, 2013, read first time and referred to Committee on Tax and Fiscal Policy.

---

---

C  
o  
p  
y



First Regular Session 118th General Assembly (2013)

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 2012 Regular Session of the General Assembly.

C  
o  
p  
y

## SENATE BILL No. 201



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 6-1.1-4-4.3 IS ADDED TO THE INDIANA CODE
- 2 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE
- 3 JANUARY 1, 2014]: **Sec. 4.3. (a) As used in this section,**
- 4 **"homestead" has the meaning set forth in IC 6-1.1-12-37.**
- 5 **(b) Except as provided in subsection (c) and subject to**
- 6 **subsection (d), for assessment dates after 2013, the assessed value**
- 7 **of a homestead for an assessment date may not exceed the product**
- 8 **of:**
- 9 **(1) the assessed value of the homestead for the immediately**
- 10 **preceding assessment date; multiplied by**
- 11 **(2) one hundred five percent (105%).**
- 12 **(c) Subsection (b) does not apply for an assessment date if:**
- 13 **(1) the entire ownership interest; or**
- 14 **(2) any part of the ownership interest;**
- 15 **in the homestead changes on or before that assessment date and**
- 16 **after the immediately preceding assessment date.**
- 17 **(d) Subsection (b):**



- 1           **(1) applies only to the extent that the increase in the assessed**
- 2           **value of the homestead is attributable to:**
- 3           **(A) an annual adjustment under section 4.5 of this chapter;**
- 4           **or**
- 5           **(B) the application in:**
- 6           **(i) a general reassessment under section 4 of this**
- 7           **chapter; or**
- 8           **(ii) an assessment determined for the assessment date in**
- 9           **a year other than a year in which a general assessment**
- 10           **under section 4 of this chapter first applies;**
- 11           **of factors other than the recognition of one (1) or more**
- 12           **physical changes to the property; and**
- 13           **(2) does not apply to the extent that the increase is**
- 14           **attributable to the recognition of one (1) or more physical**
- 15           **changes to the property.**
- 16           **(e) The department of local government finance shall adopt**
- 17           **rules under IC 4-22-2 to implement this section.**

C  
O  
P  
Y

