



STATE OF INDIANA

Mitchell E. Daniels
Governor

STATE BUDGET AGENCY

212 State House
Indianapolis, Indiana 46204-2796
317-232-5610

Adam Horst
Director

From: Bob Lain, Assistant Director
Tax and Revenue Division

Date: May 4, 2012

Subj: Estimated CY 2013 local income tax distribution amounts

This memorandum constitutes the publication of estimates of the statewide total amounts of distributions of local option income taxes for CY 2013 as required under I.C. 6-3.5-1.1-9, I.C. 6-3.5-6-17, and I.C. 6-3.5-7-11. These estimates were derived by the State Budget Agency using the best information available as of April, 2012. The official certified distribution amounts to be released on or before August 2, 2012 may differ materially from the estimates presented here.

The estimates presented here were derived using a methodology utilized by the Revenue Forecast Technical Committee in previous revenue forecasts. The underlying economic assumptions were taken from an Indiana specific forecast prepared in April, 2012 by IHS Global Insight Inc. It was assumed that adjustments totaling \$16.2M will be made for negative county balances which equals the amount of adjustments made to the CY 2012 certified distributions. Finally, the estimated distributions were allocated to various purposes based on each purpose's share of the total CY 2012 certified distributions.

Estimated Statewide Distribution Amounts for CY 2013

	County Adjusted Gross Income Tax	County Option Income Tax	County Economic Development Income Tax
Total	\$562,354,099	\$805,455,498	\$294,265,744
Property Tax Freeze	\$15,236,922	\$49,246,167	N/A
Property Tax Relief	\$72,265,273	\$66,994,351	N/A
Public Safety	\$27,902,382	\$84,470,300	N/A
Correctional Facilities	\$18,427,545	\$6,646,576	\$1,861,511
Homestead Credit	N/A	N/A	\$47,698,025
Other Uses	\$428,521,977	\$598,098,104	\$244,706,208

To obtain additional information, please contact me at (317) 232-3471 or blain@sba.in.gov