



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

MEMORANDUM

TO: Taxing Units Not a County, City, or Town

FROM: Paul D Joyce, CPA
State Examiner

RE: One-time Special Distribution per Senate Enrolled Act (SEA) 67

DATE: April 25, 2016

The State Board of Accounts is providing the following guidance in regard to accounting for the one-time distribution required under SEA 67 from a county's trust account maintained by the State. This refers to a county's trust account maintained under the former local income tax laws. SEA 67 adds a new section, IC 6-3.6-9-17, which provides the State Budget Agency will make a one-time special distribution to each county having a positive balance in the county's trust account as of December 31, 2014. Before June 1, 2016, the county auditor shall distribute to each taxing unit an amount equal to the taxing unit's allocation amount.

Counties will be receiving the special distributions today and will be distributing your taxing district's portion between now and June 1, 2016. Not all taxing units will be receiving this special distribution. If you have questions as to whether a taxing unit will receive any special distributions, please visit the Department of Local Government Finance (DLGF) website at <http://in.gov/dlcf/9517.htm> and select your county.

Distributions to taxing units that are not a county, city, or town are required to be deposited into the rainy day fund per IC 6-3.6-9-17(h)(2). IC 36-1-8-5.1 details how a rainy day fund is to be established.

The full text of SEA 67, including the addition of IC 6-3.6-9-17, is attached to the email.

If you have any questions, please contact us at 317-232-2513.