
STATE OF INDIANA

DEPARTMENT OF LOCAL GOVERNMENT FINANCE



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TO: Political Subdivisions in Kosciusko and Owen Counties

FROM: Courtney L. Schaafsma, Commissioner

RE: 2017 Supplemental Local Income Tax Distribution

DATE: May 15, 2017

On May 1, 2017, the State Budget Agency (“SBA”) released a memo detailing the amounts of supplemental distributions for qualifying counties pursuant to Indiana Code 6-3.6-9-15. Upon notification of supplemental distribution amounts from SBA, the Department of Local Government Finance (“Department”) is tasked with calculating the unit-level distributions. The unit-level distributions of the supplemental distribution for qualifying counties are attached to this memo.

To calculate the unit-level distributions, the Department follows a two-step process as required by statute. First, the Department allocates the total supplemental distribution amount based on the local income tax rates imposed within the qualifying county as of December 31 of the trust account balance year. For the 2017 supplemental distributions, this date would be December 31, 2015. Second, the Department allocates these amounts to the taxing units within the qualifying county using the allocation formulas that were in place as of December 31 of the trust account balance year, or December 31, 2015 of the 2017 supplemental distributions. These amounts are then summed together to arrive at the total amount of the supplemental distribution that is to go to each taxing unit in the qualifying county.

Before June 1, the county auditor in a qualifying county shall distribute the unit-level distributions as calculated by the Department to each taxing unit that is to receive a distribution.

Questions on the attached unit-level distributions may be directed to Courtney Schaafsma at cschaafsma@dlgf.in.gov or (317) 234-5720.