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# STATE OF INDIANA

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DEPARTMENT OF LOCAL GOVERNMENT FINANCE



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**TO:** Certified Software Vendors

**FROM:** Josh Jacoboski, Director of Information Systems & Data Analysis Division

**RE:** 2025 Legislative Session Implementation

**DATE:** September 5, 2025

As referenced in the communication released on July 24, 2025, the Department of Local Government Finance (“Department”) requests that certified software vendors confirm the complete implementation of the necessary software updates outlined below into the applicable software systems. Verification of these updates should be emailed directly to Josh Jacoboski at [jjacoboski@dlgf.in.gov](mailto:jjacoboski@dlgf.in.gov). If a video file or other documentation is too large to send through email, send notification to [jjacoboski@dlgf.in.gov](mailto:jjacoboski@dlgf.in.gov) and arrangements can be made for a file transfer through the State's File Transfer Protocol (FTP). The Department requires vendors to provide verification of these updates by **September 22, 2025**.

Furthermore, the Department requests that all certified software vendors submit a list of the counties they currently support. Please provide this information using the template attached to this memo. Additionally, the Department intends to release another set of implementation questions towards the end of the year.

## Tax & Billing Vendors

- (1) Please confirm that the new codes under Code List 37 – Adjustment Codes (Deductions, Exemptions, and Credit) released by the Department on [June 12, 2025](#) have been implemented.**

Software Update Release Date: \_\_\_\_\_

Details of Update:

**(2) Please confirm the sunset of the following deductions:**

- Code 04 – Over 65 Deduction (IC 6-1.1-12-9, 10.1)**
- Code 05 – Blind Deduction (IC 6-1.1-12-11, 12)**
- Code 06 – Disabled Deduction (IC 6-1.1-12-11, 12)**
- Code 10 – Spouse of Veteran World War I (IC 6-1.1-12-16, 17)**
- Code 11 – Rehabilitated Residential Property (IC 6-1.1-12-18)**
- Code 14 – Resource Recovery Systems (IC 6-1.1-12-28.5)**
- Code 23 – Fertilizer Deduction (IC 6-1.1-12-38)**
- Code 86 – Solar Energy Heating or Cooling System Deduction (IC 6-1.1-12-26)**
- Code 87 – Wind Power Device Deduction (IC 6-1.1-12-29)**
- Code 88 – Solar Power Device Deduction (IC 6-1.1-12-26.1)**
- Code 89 – Hydro-Electric Power Device Deduction (IC 6-1.1-12-33)**
- Code 90 – Geothermal Energy Heating or Cooling Device Deduction (IC 6-1.1-12-34)**

Software Update Release Date: \_\_\_\_\_

Details of Update:

**(3) Please confirm that the new Deduction for 2% Circuit Breaker Properties (IC 6-1.1-12-47) has been implemented and calculates the deduction amount correctly.**

Software Update Release Date: \_\_\_\_\_

Details of Update:

**(4) Please confirm that the property types captured for the new Deduction for 2% Circuit Breaker Properties (IC 6-1.1-12-47) include all of the following outlined in 50 IAC 26-20-4(b):**

- AV – Non-Homestead Residential Land Subject to 2% Circuit Breaker Cap
- AV – Non-Homestead Residential Improvements Subject to 2% Circuit Breaker Cap
- AV – Commercial Apartment Land Subject to 2% Circuit Breaker Cap
- AV – Commercial Apartment Improvements Subject to 2% Circuit Breaker Cap
- AV – Long Term Care Facility Land Subject to 2% Circuit Breaker Cap
- AV – Long Term Care Facility Improvements Subject to 2% Circuit Breaker Cap
- AV – Farmland Subject to 2% Circuit Breaker Cap
- AV – Mobile Home Land Subject to 2% Circuit Breaker Cap

Software Update Release Date: \_\_\_\_\_

Details of Update:

**(5) Please confirm that the previous calculation of the Homestead Deduction amount (lesser of \$48,000 or 60% of the assessed value of the real property) has been replaced with the new deduction amount of \$48,000.**

Software Update Release Date: \_\_\_\_\_

Details of Update:

**(6) Please confirm that the deduction percentage for the Supplemental Homestead Deduction has been adjusted from 37.5% to 40% for 2025 Pay 2026. Also confirm that the deduction percentage applies to all homestead properties and the former gross assessed value threshold of \$600,000 has been removed.**

Software Update Release Date: \_\_\_\_\_

Details of Update:

**(7) Please confirm that calculation of property tax credits and property taxes follows the order of operations outlined below.**

Order of Operations		Protected (Debt)	Exempt (Referendum)
1	Exemptions	N/A	N/A
2	Deductions	N/A	N/A
3	Local Property Tax Credits (PTC)	N/A	N/A
4	Property Tax Caps	Yes	Yes
5	Over 65 Credit or Blind/Disabled Credit (NEW)	No	No
6	Supplemental Homestead Credit (NEW)	No	Yes
7A	Over 65 Circuit Breaker Credit	No	No
7B	County Option Circuit Breaker Credit	No	Yes
8	County Option Homestead Relief Credit (NEW)	N/A	N/A

Software Update Release Date: \_\_\_\_\_

Details of Update:

**Computer-Aided Mass Appraisal (CAMA) Vendors**

- (1) Please confirm that the code added to Code List 1 – Property Class Codes by the Department on [June 12, 2025](#) has been implemented.**

Software Update Release Date: \_\_\_\_\_

Details of Update:

- (2) Please confirm that the agricultural land base rate has been updated in accordance with the updated base rate figure released by the Department on [May 9, 2025](#).**

Software Update Release Date: \_\_\_\_\_

Details of Update:

- (3) Please confirm that the agricultural land base rate released by the Department on [May 9, 2025](#) is not being used as the developer's discount.**

Software Update Release Date: \_\_\_\_\_

Details of Update:

**Personal Property Vendors**

**(1) Please confirm that the code added to Code List 63 – Return Type Code by the Department on [June 12, 2025](#) has been implemented.**

Software Update Release Date: \_\_\_\_\_

Details of Update: