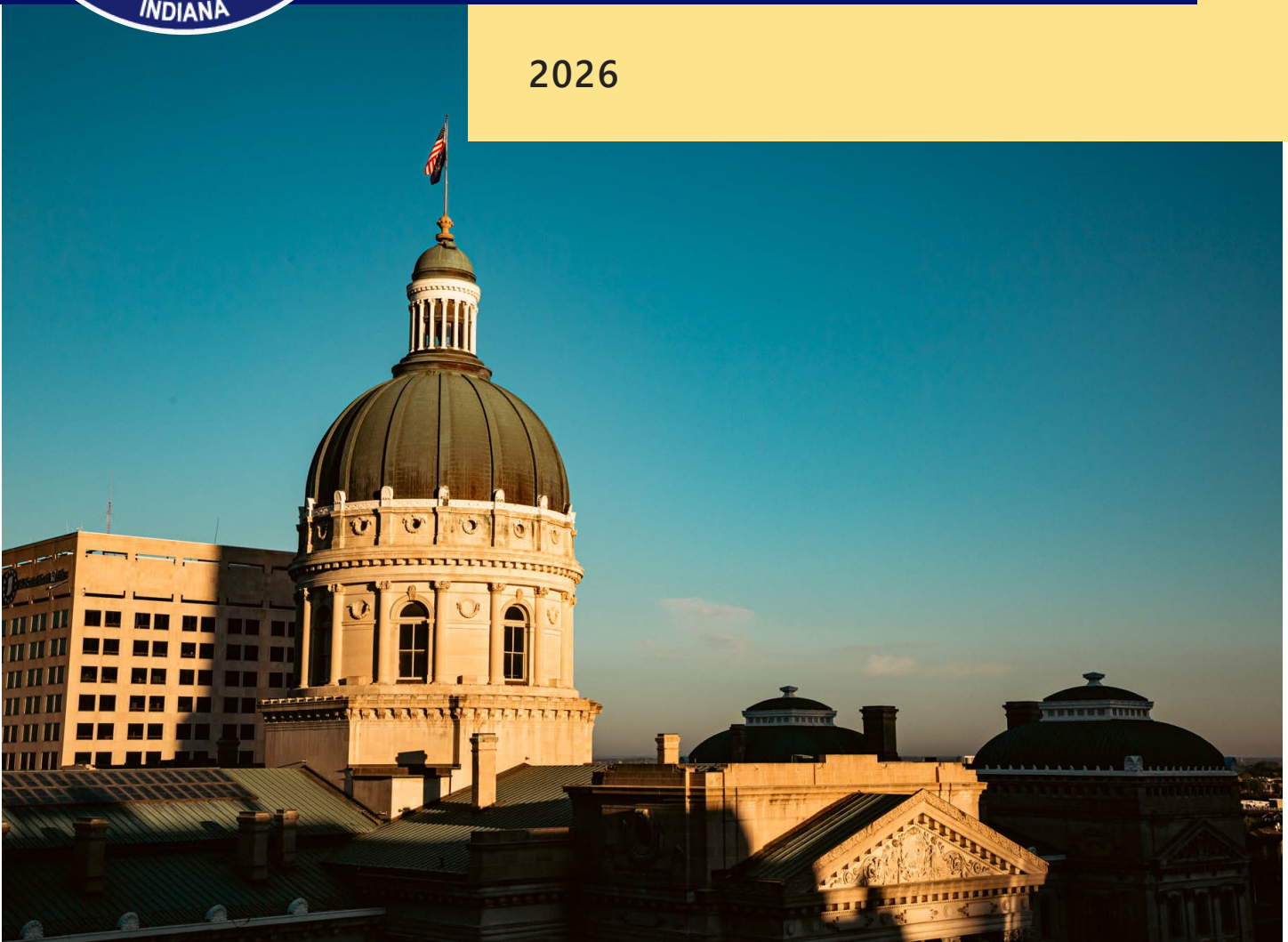




Legislative Synopsis

2026



Last revised: April 2026

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Introduction

The Legislative Synopsis contains a list of legislation passed by the 2026 Indiana General Assembly affecting the Indiana Department of Revenue (DOR).

DOR’s synopsis has been divided into two parts, each presenting the same information but organized differently. The first part is organized by tax type and the second by bill number.

For each legislative change, the synopsis includes the heading (the relevant tax type in the first part; the Enrolled Act number in the second part), a short Summary, the Effective date, affected Indiana Code citations (IC), and Section of the bill where the language appears.

Finding Indiana Code and Legislation Online

To find laws contained in Indiana Code, learn more about recently passed legislation, and read bills in their entirety, [visit the Indiana General Assembly’s website](#).

Indiana Code is arranged by Title, Article, Chapter, and Section. Follow the steps below when searching for a code:

1. At the top of the page, select “Laws,” then “Indiana Code.”
Every Title of the Indiana Code appears on this page.
2. Select the Title you want, then the Article.
3. All the Chapters in the Article are listed on the left side of the page.
4. Select the Chapter you want, the Section(s).

To view the bill containing the specific language, follow these steps:

1. At the top of the page, select “Legislation,” then “Bills.”
2. Find the Bill you want and select its “Latest Version,” found on the left side of the page.
 - a. Bills that pass into law are labeled as Enrolled Acts.
 - b. Bills that fail to pass show up in a gray font.
3. The Latest Version will open in your browser; you may download it as a PDF.
4. Search for the Section you want.

Disclaimer

Legislative synopses are intended to provide nontechnical assistance to the general public. Every attempt is made to provide information that is consistent with the appropriate Enrolled Acts. Any information or guidance not consistent with the appropriate Enrolled Acts is not binding on the Indiana Department of Revenue. The information provided herein should serve only as a foundation for further investigation and study of the current law and procedures related to the subject matter covered herein. This document does not meet the definition of a “statement” required to be published in the Indiana Register under IC 4-22-2-7.

Part I: Legislation by Tax Type

Administrative Rules and Procedures (IC 4-22)

Code: IC 4-22-2-22.7

Enrolled Act: SEA 4, Sec. 2

Effective date: July 1, 2026

- Lowers the threshold in the regulatory analysis for a proposed rule for a determination whether the combined implementation and compliance costs of a proposed rule, from \$1,000,000 down to \$500,000 for businesses, units, and individuals over any two year period.

Code: IC 4-22-2.6-4

Enrolled Act: HEA 1003, Sec. 9

Effective date: July 1, 2027

- Requires that when an agency performs a rule readoption review, the agency shall compare the requirements within the rule to similar requirements in Illinois, Kentucky, Michigan, Ohio, and any additional states designated by the office of management and budget for comparison.
- Provides that the agency's written findings concerning the agency's determinations shall include the following:
 - A statement identifying whether the program or subject matter covered by the rule is still carried out by the agency.
 - The rationale for the agency's determination under subsection (a) for the continued need for the rule.
 - The rationale for the agency's determination under subsection (a) that the rule, if readopted, will meet each of the standards in IC 4-22-2-19.5 and (if applicable) the requirements for fees, fines, and civil penalties in IC 4-22-2-19.6.
 - Either of the following:
 - Any revisions to previously prepared cost benefit, economic impact, fiscal impact, or regulatory burden statements prepared by the agency for the rule under:
 - IC 4-3-22-13;
 - IC 4-22-2-22.7;
 - IC 4-22-2-22.8;
 - IC 4-22-2-28; or
 - IC 4-22-2.1-5;if those previously prepared statements were published by the Indiana Register.
 - A copy of an updated regulatory burden statement that meets the requirements of IC 4-22-2-22.7 if the rule did not have a prior cost benefit, economic impact, fiscal impact, or regulatory burden statement prepared by the agency for the rule under:
 - IC 4-3-22-13;
 - IC 4-22-2-22.7;
 - IC 4-22-2-22.8;
 - IC 4-22-2-28; or
 - IC 4-22-2.1-5;

published in the Indiana Register.

- Any alternative methods of achieving the purpose of the rule that are less costly or less intrusive, or that would otherwise minimize the economic impact of the proposed rule on small businesses (as defined in IC 4-22-2.1-4) and other regulated entities.
- The nature of any complaints or comments received from the public, including small businesses (as defined in IC 4-22-2.1-4), concerning the rule or the rule's implementation by the agency.
- Any difficulties encountered by:
 - the agency in administering the rule; or
 - small businesses (as defined in IC 4-22-2.1-4) or other regulated persons in complying with the rule.
- The degree to which technology, economic conditions, or other factors have changed in the area affected by the rule since the last time the rule was adopted, readopted, or amended.
- Whether the federal government or any of the states covered by subsection (c) have less restrictive requirements than the rule, and, if so, the evidence or unique circumstances that justify why the more restrictive requirements in the rule are necessary.
- The last time the substantive content of the rule was amended.
- Whether the substantive content in the rule would be more appropriately integrated into the Indiana Code as opposed to remaining as a separate administrative rule. In making such a determination, the agency shall consider the frequency of updates to the rule since its initial promulgation. If the substantive content of the rule has not been modified in the prior eight years, the agency must present specific facts that justify keeping the substantive content in an administrative rule rather than the Indiana Code.
- Requires that the written findings be submitted in a form that can be easily loaded into commonly used business analysis software and published in the Indiana Register using the format jointly developed by the publisher, the office of management and budget, and the budget agency. The office of management and budget may provide more stringent requirements for rules with fiscal impacts and costs above a threshold amount determined by the office of management and budget.

Code: IC 4-22-2.6-5

Enrolled Act: HEA 1003 Sec. 10

Effective date: July 1, 2027

- Provides that if an agency elects to readopt a rule under this chapter, the agency shall submit a copy of the written findings under IC 4-22-2.6-4 to the office of management and budget and the legislative council not later than the first regular business day in July of the year preceding the year in which the rule expires under this chapter.

Boards and Commissions (IC 4-23)

Code: IC 4-23-7.3-5.5

Enrolled Act: HEA 1210, Sec. 6

Effective date: July 1, 2026

- Defines "governmental boundary units" to include: the geographic boundaries of a political subdivision; the geographic boundaries of a taxing district (as defined by IC 6-1.1-1-20); and

any geographic boundaries related to the operation of the statewide 911 system under IC 36-8-16.7.

Code: IC 4-23-7.3-16

Enrolled Act: HEA 1210, Sec. 7

Effective date: July 1, 2026

- Requires state agencies and political subdivisions to cooperate and participate as requested by the state GIS officer to help integrate GIS data and framework data developed and maintained by state agencies and political subdivisions into the statewide base map.

Riverboat Gambling (IC 4-33)

Code: IC 4-33-6-19.5

Enrolled Act: HEA 1038, Sec. 6

Effective date: Upon Passage

- Creates a new section allowing the county election boards of Allen, DeKalb, and Steuben Counties to place a public question on the 2026 general election ballot concerning the permitting of inland casino gambling in the county.
- Requires the circuit court clerk of the county to certify the results of the election to the commission and DOR.

Code: IC 4-33-12-1.5

Enrolled Act: HEA 1038, Sec. 11

Effective date: Upon Passage

- Provides that the supplemental wagering tax liability of a licensed owner operating an inland casino in Allen County, DeKalb County, or Steuben County under IC 4-33-6.8 is equal to 3.5% of the riverboat's adjusted gross receipts for the day.

Code: IC 4-33-12-6

Enrolled Act: HEA 1038, Sec. 12

Effective date: Upon Passage

- Adds a reference to IC 4-33-12-8.7, created in SECTION 13 of this bill.

Code: IC 4-33-12-8.7

Enrolled Act: HEA 1038, Sec. 13

Effective date: Upon Passage

- Creates a new statute discussing the tax revenue collected from an inland casino located in Allen County, DeKalb County, or Steuben County under IC 4-33-6.8.
- Requires the treasurer of state to pay the following amounts from taxes collected during the preceding calendar quarter from the inland casino:
 - 10% to the regional development authority established under IC 36-7.6 for northeast Indiana.
 - 45% to the city in which the casino conducts gaming operations.
 - 45% to the county in which the casino conducts gaming operations.
- Provides that, regarding a city or county receiving money as outlined above, the money paid:

- must be paid to the fiscal officer of the unit and may be deposited in the unit's general fund or a riverboat fund established by the city or county under IC 36-1-8-9, or both;
- may not be used to reduce the unit's maximum levy under IC 6-1.1-18.5 but may be used at the discretion of the unit to reduce the property tax levy of the unit for a particular year;
- may be used for any legal or corporate purpose of the unit, including the pledge of money to bonds, leases, or other obligations under IC 5-1-14-4; and
- is considered miscellaneous revenue.
- Provides that money paid to the fiscal officer of the unit must be deposited in the development authority fund established under IC 36-7.6-4-1 for the regional development authority to which the money is due.

Code: IC 4-33-13-2.5

Enrolled Act: HEA 1210, Sec. 10

Effective date: Upon Passage

- Repeals IC 4-33-13-2.5, which concerns the deposits of Gary riverboat graduated wagering tax revenue by DOR. It is replaced with a new disposition scheme by the state comptroller in IC 4-33-13-5 in SECTION 12 of this bill.

Code: IC 4-33-13-3

Enrolled Act: HEA 1210, Sec. 11

Effective date: Upon Passage

- Removes reference to IC 4-33-13-2.5, which was repealed in SECTION 10 of this bill.

Code: IC 4-33-13-5

Enrolled Act: HEA 1038, Sec. 14

Effective date: Upon Passage

- Adjusts the distribution the state comptroller distributes of wagering tax revenue (not including tax revenue remitted by an operating agent operating a riverboat in a historic hotel district) deposited in the state gaming fund under IC 4-33-13-5 to include distributions to cities in Allen County, DeKalb County, or Steuben County if they have a city in which the riverboat is located or that is designated as the home dock of the riverboat from which the tax revenue was collected.

Northwest Indiana Stadium Authority (IC 5-1-17.1)

Code: IC 5-1-17.1

Enrolled Act: SEA 27, Sec. 1

Effective date: Upon Passage

- Creates a new chapter creating the northwest Indiana stadium authority, which is a separate body corporate and politic as an instrumentality of the state to acquire, construct, equip, own, lease, and finance facilities for lease to or for the benefit of the stadium board.
- Provides that a lease or sublease of land or capital improvements from the authority, or from a state agency under IC 5-1-17.1-25, to the stadium board subject to IC 36-10-9.5-11, may provide that the lease rental payments by the stadium board shall be made from:
 - proceeds of the Hammond admissions tax imposed under IC 6-9-78, which the stadium board or its designee receives pursuant to that chapter;

- that part of the proceeds of the Lake County and Porter County food and beverage tax imposed under IC 6-9-36, which the stadium board or its designee receives pursuant to that chapter;
 - that part of the proceeds of the Hammond food and beverage tax imposed under IC 6-9-58, which the stadium board or its designee receives pursuant to that chapter;
 - that part of the proceeds of the Lake County innkeeper's tax imposed under IC 6-9-2, which the stadium board or its designee receives pursuant to that chapter;
 - revenue captured under IC 36-7-31.6;
 - revenue captured under IC 36-7-32.6;
 - any other funds available to the stadium board; or
 - any combination of the sources described above.
- Provides that all property owned or leased by the authority, all revenues of the authority, and any bonds issued by the authority (including the interest on the bonds, the proceeds received by a holder from the sale of bonds to the extent of the holder's cost of acquisition, proceeds received upon redemption before maturity, proceeds received at maturity, and the receipt of interest in proceeds) are exempt from taxation in Indiana for all purposes except the financial institutions tax imposed under IC 6-5.5.
 - Provides that the authority shall not issue bonds to finance any capital improvement in the city unless the fiscal body of the city imposes the tax authorized by IC 6-9-78-2 by the maximum amount authorized by IC 6-9-78-3(a).

Public Purchasing (IC 5-22)

Code: IC 5-22-8-3

Enrolled Act: SEA 226, Sec. 3

Effective date: July 1, 2026

- Provides that a purchasing agent for a state agency must comply with IC 5-35.7-7-3 when making a purchase under this statute dealing with purchases between \$50,000 and \$150,000.

Code: IC 5-35.7-4.5

Enrolled Act: SEA 226, Sec. 5

Effective date: Upon Passage

- Creates a new chapter creating a new Independent Verification and Validation Oversight Program, which must be established and maintained by the department of administration to provide independent oversight of contracting activities conducted by state agencies. The program is permitted to review, assess, and issue required changes and recommendations for contracts between state agencies and contractors.

Code: IC 5-35.7-8

Enrolled Act: SEA 226, Sec. 6

Effective date: Upon Passage

- Creates a new chapter providing that beginning July 1, 2026, each state agency shall submit an annual procurement and purchasing plan to the department of administration and the budget agency. The annual procurement and purchasing plan must include at least the following:
 - All requests for procurement the state agency anticipates to be solicited in the subsequent state fiscal year.

- A strategy to complete contracts scheduled to expire in the subsequent state fiscal year.
- Any other information required by the department.
- Requires an annual procurement and purchasing plan align with the state agency's annual spending plan submitted to the budget agency.
- Provides that a state agency must complete any incomplete contracts that were scheduled to expire in the previous biennium in a manner prescribed by the department, except that a state agency may apply to the department and the budget agency to receive a waiver from these requirements.

Indiana Economic Development Corporation (IC 5-28)

Code: IC 5-28-6-9

Enrolled Act: HEA 1406, Sec. 2

Effective date: Upon Passage

- Provides that of the \$300,000,000 aggregate amount of applicable tax credits that the economic development corporation may certify for each state fiscal year ending on or after July 1, 2025, \$50,000,000 must be allocated to fund qualified community projects within local government units under IC 6-3.1-34-24 and to fund development authorities under IC 6-3.1-34-0.5.
- Further provides that each tax credit award is subject to budget committee review:
 - beginning after February 1, 2026, and before May 1, 2026, after the first calendar quarter in which the award is made; and
 - after April 30, 2026, at the next budget committee meeting immediately following the date of the tax credit award.

Code: IC 5-28-6-9.5

Enrolled Act: HEA 1406, Sec. 3

Effective date: July 1, 2026

- Provides that the economic development corporation may not award an applicable tax credit to a taxpayer if the corporation determines that the taxpayer is:
 - organized under the laws of a country that is a foreign adversary;
 - headquartered in a country that is a foreign adversary; or
 - majority owned by an organization that is an agency or instrumentality of a foreign adversary, or is a business that is an organization that is organized or headquartered under a foreign adversary.
- Defines "foreign adversary" to mean a country described in 15 CFR 791.2 as in effect on July 1, 2026.
- Provides that the corporation shall require an applicant to, under penalties of perjury, affirm that the applicant is not prohibited from an award as stipulated above. If the corporation determines that an award under this section is materially false, the corporation shall revoke the awarding of the applicable tax credit and require repayment of any benefit received.

Authority of Administrative Agencies to Regulate Digital Assets (IC 5-36)

Code: IC 5-36

Enrolled Act: HEA 1042, Sec. 11

Effective date: July 1, 2026

- Creates a new article outlining the authority of administrative agencies to regulate digital assets.
- Defines a “digital asset” to mean: virtual currency; cryptocurrency (as defined in IC 2-3.5-2-2.8); payment stablecoin (as defined in 12 U.S.C. 5901(22)); fungible tokens and nonfungible tokens; and other assets that exist only in electronic form and confer economic, proprietary, or access rights or powers.
- Prohibits public agencies (defined as a board, commission, department, division, bureau, committee, agency, office, instrumentality, authority, or other entity exercising any part of the executive, including the administrative power of the state) other than the department of financial institutions from:
 - adopting or enforcing a rule or other regulation that would have the effect of prohibiting, restricting, or impairing:
 - the ability of a person to:
 - use or accept digital assets as a method of payment for legal goods and services; or
 - take or maintain custody of digital assets using a self-hosted wallet or hardware wallet.
 - the ability of an individual or business to do any of the following:
 - Operate a node for the purpose of connecting to a blockchain protocol and participating in the operation of the blockchain protocol.
 - Develop software on a blockchain protocol.
 - Transfer digital assets to another individual or business using a blockchain protocol.
 - Participate in staking on a blockchain protocol.
 - imposing taxes or fees on:
 - use or acceptance of digital assets as a method of payment for legal goods and services; or
 - taking or maintaining custody of digital assets using a self-hosted wallet or hardware wallet;that are not applicable to comparable financial transactions that do not involve digital assets.
- Bars public agencies other than the department of financial institutions from prohibiting the operation of a digital asset mining business except as provided it pertains to zoning restrictions.

Penny Phaseout (IC 5-36)

Code: IC 5-36.5

Enrolled Act: SEA 243, Sec. 1

Effective date: January 1, 2027

- Creates a new article to address the penny phaseout, which applies only to cash transactions.
- Defines “local unit” to mean any county, township, city, town, school corporation, or special taxing district.
- Defines “state” to mean: the state of Indiana; an agency or department of the state of Indiana; any state or local court; the general assembly; any state of Indiana task force, committee,

board, commission, or council; any body politic and corporate of the state of Indiana; or any other instrumentality of the state of Indiana.

- Defines "state or local tax" to mean a tax, fine, fee, or other amount required to be paid to the state or a local unit. The term includes any interest, penalties, or other additional fees or costs associated with a late payment or nonpayment of an amount described in this section. The term does not include payments for property or services sold or provided by the state or local unit.
- Provides that for a state or local tax, if the state or local tax has one, two, three, four, six, seven, eight, or nine in the second decimal place, the state or local unit must round the state or local tax amount downward to the next amount divisible by \$0.05. However, if a state or local tax payable to the state or local unit that is less than \$0.05, the state or local unit must round the amount down to zero cents (\$0.00).
- Provides that for a state or local tax that is imposed on a transaction and that is required to be remitted by a person or an entity to the state or local unit as an agent or a trustee of the state or local unit the state or local tax shall be computed on the total transaction amount, as defined in IC 23-15-13-3, prior to any rounding requirement required by IC 23-15-13. The aggregate amount of a state or local tax remitted by a person or entity, reduced by any collection allowances or similar amounts permitted to be retained by the person or entity, shall be subject to the rounding provisions described above. If multiple state or local taxes are required to be paid, each state or local tax shall be computed separately and, if applicable, the total transaction amount as defined in IC 23-15-13-3 shall be computed including all state or local taxes required to be paid on the total transaction amount.
- Provides that for any state or local tax that is:
 - not imposed on a transaction but is required to be withheld by a person or entity acting as an agent or trustee for the state or a local unit; or
 - otherwise included in a total transaction amount as defined in IC 23-15-13-3;the state or local tax withheld or included shall be computed without rounding and, if applicable, the total transaction amount, as defined in IC 23-15-13-3, shall be rounded in the manner provided under IC 23-15-13-4. The aggregate amount of a state or local tax remitted by a person or entity, reduced by any collection allowances or similar amounts permitted to be retained by the person or entity, shall be subject to the rounding provisions described above. If multiple state or local taxes are required to be paid, each state or local tax shall be computed separately and, if applicable, the total transaction amount as defined in IC 23-15-13-3 shall be computed including all state or local taxes required to be paid on the total transaction amount.
- Stipulates that if multiple state or local taxes:
 - are required to be reported on a single form the rounding of a remittance shall be applied to the total state or local tax amount resulting from the computation on the form and the remittance period.
 - are not required to be reported on a single form, the rounding of a state or local tax remittance shall be determined separately for each state or local tax type and for each remittance period.

However, if a state or local tax liability is reported in the manner provided in the first part, but the state or local unit determines a separate liability from other state and local taxes, the second part applies to the payment of the separate liability.

Sales and Use Tax (IC 6-2.5)

Code: IC 6-2.5-1-5

Enrolled Act: SEA 243, Sec. 2

Effective date: March 15, 2026

- Provides that amounts added or subtracted by a seller to comply with IC 23-15-13 shall not be considered in determining gross retail income. **NOTE:** The effective date of this SECTION was amended by SECTION 24 of HEA 1406.

Code: IC 6-2.5-5-8.5

Enrolled Act: HEA 1088, Sec. 34

Effective date: July 1, 2026

- Corrects a reference from "miliary" to "military."

Code: IC 6-2.5-5-26

Enrolled Act: HEA 1406, Sec. 8

Effective date: July 1, 2026

- Adds to the list of nonprofit organizations that are exempt from sales tax collection requirements youth organizations listed in 36 U.S.C. 101 et. seq. that have an educational purpose and promotes patriotism and civic involvement and organizations that are exempt from federal income taxation under IRC Section 501(c)(3) and promote youth shooting sports.

Code: IC 6-2.5-5-29

Enrolled Act: HEA 1210, Sec. 99

Effective date: Upon Passage

- Revises the definition of a "manufactured home" for purposes of the sales tax exemption on manufactured homes to have the same meaning as set forth IC 9-13-2-96(a). It further specifies that the term includes a "mobile home" as defined in IC 9-13-2-103.2.

Code: IC 6-2.5-5-38.1

Enrolled Act: HEA 1004, Sec. 7

Effective date: July 1, 2026

- Makes a technical change by removing reference to IC 20-20-1 and replacing it with IC 20-20.5-1 with regards to the definition of a "service center," as IC 20-20 was repealed and replaced with IC 20-20.5 in SECTIONS 36 and 37 of the bill.

Code: IC 6-2.5-9-3

Enrolled Act: SEA 243, Sec. 3

Effective date: Upon Passage

- Clarifies that for purposes of this statute pertaining to personal liability of holder of taxes in trust, a marketplace facilitator is not liable under both this statute and now IC 6-8.1-8-18 (added in SECTION 77 of this bill) for failure to collect and remit gross retail and use taxes.

Code: IC 6-2.5-9-12

Enrolled Act: SEA 243, Sec. 4

Effective date: January 1, 2023 (Retroactive)

- Creates a rebuttable presumption that the exemption under IC 6-2.5-5-39 for recreational vehicles or cargo trailers by a nonresident does not apply if the purchaser of the recreational vehicle or cargo trailer (as defined in IC 6-2.5-5-39) is a limited liability company, partnership,

corporation, or other closely held business organized in another state and a member, partner, or officer of the limited liability company, partnership, corporation, or other closely held business is a resident of Indiana or a nonreciprocal state (as defined in IC 6-2.5-2-5(b)).

- Creates a rebuttable presumption when a motor vehicle (as defined in IC 9-13-2-105(b)), cargo trailer (as defined in IC 6-2.5-5-39), aircraft, or watercraft (as defined in IC 9-13-2-198.5) is either:
 - both:
 - purchased by a limited liability company, partnership, corporation, or other closely held business organized in another state in which at least one member, partner, or officer is a resident of Indiana; and
 - titled and registered in the state in which the limited liability company, partnership, corporation, or other closely held business is organized, and that state does not have a gross retail tax or equivalent tax; or
 - purchased by an Indiana resident and:
 - transferred to a limited liability company, partnership, corporation, or other closely held business organized in another state and in which the resident is a member, partner, or officer; and
 - titled and registered in the state in which the limited liability company, partnership, corporation, or other closely held business is organized, and that state does not have a gross retail tax or equivalent tax;

that the purpose of such registration and titling was to evade paying Indiana gross retail or use tax in violation of IC 6-2.5.

- Provides that DOR may make any reasonable investigation necessary to enforce the above matters, including entering into an agreement with another state agency or an agency from another state and contracting with third party data service providers. Further provides that if an investigation indicates that an Indiana resident violated the above, DOR:
 - shall provide notice under IC 6-8.1-5-1 or IC 6-8.1-5-3 for the Indiana resident to pay any Indiana gross retail or use tax due, as calculated on the date of purchase of the vehicle, aircraft, cargo trailer, or watercraft and based on the best information available; and
 - after June 30, 2026, may impose a penalty on the Indiana resident of \$500, which is in addition to any penalty assessed pursuant to IC 6-8.1-10-2.1 or IC 6-8.1-10-4.
- Provides that the rebuttable presumptions outlined above may be rebutted by other evidence, such as evidence that:
 - the vehicle, aircraft, cargo trailer, or watercraft is insured for primary use at an address outside of Indiana;
 - the vehicle, aircraft, cargo trailer, or watercraft will be permanently stored or garaged at a physical address outside Indiana; or
 - the Indiana resident owns a secondary residence in the state in which the vehicle, aircraft, cargo trailer, or watercraft is titled or registered.
- Provides that DOR may waive, reduce, or compromise any penalty imposed above after making a record of DOR's actions and upon reasonable cause shown by the Indiana resident.
- Requires DOR to deposit money from a penalty imposed above in accordance with IC 6-2.5-10-1.

Code: IC 6-2.5-15-13.2

Enrolled Act: HEA 1088, Sec. 36

Effective date: July 1, 2026

- Adds the word “than” in a reference to something being less than a certain percentage.

Code: IC 6-2.5-15-15.5

Enrolled Act: HEA 1210, Sec. 100

Effective date: July 1, 2026

- Requires that, in order to use the specific transaction award certificate issued by the Indiana economic development corporation, a qualified data center user (described below) must submit to the county treasurer or city fiscal officer, whichever enters into the agreement with the data center, an amount equal to not more than 1% of the state gross retail and use taxes not paid on the data center's total amount of electricity billed each calendar quarter continuing through the duration of the specific transaction award certificate.
- The requirement above applies to a qualified data center user that:
 - uses or will use qualified data center equipment in connection with a qualified data center for which a permit that:
 - authorizes the development, construction, or operation of the qualified data center in a local unit; and
 - is issued after June 30, 2026, by the local authority with jurisdiction over the local unit; and
 - is issued a specific transaction award certificate with respect to the qualified data center after June 30, 2026.
- Requires that, upon request by a county treasurer or fiscal officer of a municipality, whichever enters into the agreement with the data center, the state department of revenue shall report the amount owed to the county treasurer or fiscal officer of a municipality of the jurisdiction in which the data center is located at the end of the data center company's taxable year.
- Permits the county or city to determine how the contributions will be allocated and for what purposes the contributions will be used.

Income Taxes (IC 6-3)

Code: IC 6-3-1-3.5

Enrolled Act: SEA 243, Sec. 5

Effective date: July 4, 2025 (Retroactive)

- Amends the definition of “adjusted gross income” in the following ways to comport with changes made in HR 1 (the One Big Beautiful Bill Act):
 - For the addback of an amount equal to the amount excluded from federal gross income under IRC Section 108(f)(5), it pertains to taxable years ending after December 31, 2020, and before January 1, 2026.
 - For the modification for amounts related to specified research or experimental procedures, “procedures” has been changed to “expenditures.”
 - Create a new modification to add or subtract an amount equal to the modifications required for qualified production property under IC 6-3-2-30.
 - For the addback for a claimed federal deduction under IRC Section 250(a)(1)(B), it is attributable now to net CFC tested income instead of global intangible low taxed income.
- Changes references to subsections amended by this SECTION.

Code: IC 6-3-1-11

Enrolled Act: SEA 212, Sec. 1

Effective date: January 1, 2025 (Retroactive)

- Revises the definition of the Internal Revenue Code (IRC) to conform to four provisions (three IRC sections) that have an effective date of July 4, 2025, from the One Big Beautiful Bill Act (HR 1). The conformity date to the remainder of the IRC is amended in SECTION 6 of SEA 243.

Code: IC 6-3-1-11

Enrolled Act: SEA 243, Sec. 6

Effective date: January 1, 2026 (Retroactive)

- Amends the definition of the "Internal Revenue Code" to update that it is the IRC of 1986 as amended and in effect on January 1, 2026 (previously it was January 1, 2023). Various references to January 1, 2023, are also updated to January 1, 2026, throughout this SECTION.

Code: IC 6-3-2-2.5

Enrolled Act: SEA 243, Sec. 7

Effective date: July 4, 2025 (Retroactive)

- Updates a reference to a subdivision within IC 6-3-1-3.5(f) that is amended in SECTION 5 of this bill (prior subdivision (19) is now subdivision (20)).

Code: IC 6-3-2-2.6

Enrolled Act: SEA 243, Sec. 8

Effective date: July 4, 2025 (Retroactive)

- Updates references to subdivisions within IC 6-3-1-3.5 that are amended in SECTION 5 of this bill (subdivisions (b)(22), (d)(20), (e)(20), and (f)(19) are now (b)(23), (d)(21), (e)(21), and (f)(20), respectively).

Code: IC 6-3-2-29

Enrolled Act: SEA 243, Sec. 9

Effective date: January 1, 2025 (Retroactive)

- Amends the definition of "specified research or experimental expenditures" for purposes of the deduction for such to have different meanings based on the tax year as follows:
 - The prior definition of specified research or experimental expenditures (as defined in IRC Section 174(b) as in effect December 31, 2024) that the taxpayer is required to charge to capital account under IRC Section 174(a)(2) applies to taxable years beginning before January 1, 2025.
 - For taxable years beginning after December 31, 2024, it means foreign research or experimental expenditures (as defined in IRC Section 174(b)) and domestic research or experimental expenditures (as defined in IRC Section 174A(b)).
- Requires that a taxpayer, except as otherwise provided, for taxable years beginning after December 31, 2021, in determining their adjusted gross income for a particular taxable year shall add to the taxpayer's adjusted gross income the amount deducted pursuant to P.L.119-21, Section 70302(f)(2) for the taxable year.
- Provides that if the taxpayer is an eligible taxpayer permitted to retroactively deduct certain specified research or experimental expenditures as provided in P.L.119-21, Section 70302(f)(1) and does not make a retroactive election under this section, then the taxpayer shall be treated as if the taxpayer was required under federal law to charge specified research or experimental expenditures to capital account.

- Requires that if a taxpayer makes an election to retroactively deduct certain specified research or experimental expenditures as provided in P.L.119-21, Section 70302(f)(1):
 - the taxpayer and DOR shall treat the specified research or experimental expenditures in the same manner as elected for federal income tax purposes;
 - the taxpayer shall be required to amend all tax returns filed under this article or IC 6-5.5 for which the taxpayer reported modifications under this section or filed an amended return with the Internal Revenue Service; and
 - any amended return filed with the Internal Revenue Service shall be treated as being a final adjustment made by the Internal Revenue Service on the date the amended return is filed with the Internal Revenue Service or October 31, 2025, whichever is later.

Code: IC 6-3-2-30

Enrolled Act: SEA 243, Sec. 10

Effective date: July 4, 2025 (Retroactive)

- Creates a modification for "qualified production property," which has the meaning provided in IRC Section 168(n)(2).
- Stipulates that except as otherwise provided in this statute, if a taxpayer makes an election to claim the special depreciation allowance under IRC Section 168(n) with regard to qualified production property used by the taxpayer and placed in service during the current taxable year or a previous taxable year, the taxpayer shall add or subtract the amount required to make the taxpayer's adjusted gross income (as defined in IC 6-3-1-3.5 or IC 6-5.5-1-2) equal to the amount of adjusted gross income determined as if an election had not been made under IRC Section 168(n).
- Provides that a taxpayer will be considered to have made an election to not claim the special depreciation allowances under IRC Section 168 for purposes of computing adjusted gross income under IC 6-3 or IC 6-5.5 if the taxpayer:
 - makes an election under IRC Section 168(n) to claim the special depreciation allowance under that section; and
 - the taxpayer is considered to have elected to not claim other special depreciation allowances under IRC Section 168 as a result of that election.
- Provides that if a taxpayer is subject to recapture of the special depreciation allowance pursuant to IRC Section 168(n)(5), the taxpayer:
 - will be considered to have made an election under IRC Section 168(n);
 - will be considered for purposes of IC 6-3 and IC 6-5.5 to have disposed of the qualified production property on the date specified in IRC Section 168(n)(5) and shall report any income from the property for that taxable year, subject to the modifications required by this statute; and
 - will be required to report any depreciation, gain, or loss from the qualified production property after the recapture of the special depreciation allowance in the same manner as otherwise provided by the IRC.

Code: IC 6-3-2-31

Enrolled Act: SEA 243, Sec. 11

Effective date: January 1, 2026 (Retroactive)

- Provides that for the 2026 tax year only, a taxpayer is entitled to a deduction from the taxpayer's adjusted gross income in an amount equal to the amount associated with qualified tips that is deducted from a taxpayer's federal adjusted gross income under IRC Section 224.

- Further specifies that if a taxpayer has both qualified tips that are included in the taxpayer's adjusted gross income and qualified tips that are not included in the taxpayer's adjusted gross income, the deduction for purposes of IC 6-3 and IC 6-3.6 shall be equal to the qualified tips deducted from the taxpayer's federal adjusted gross income under IRC Section 224 multiplied by the quotient of:
 - the qualified tips included in the taxpayer's adjusted gross income after the application of any other exemption, deduction, or exclusion of qualified tips from the taxpayer's adjusted gross income under IC 6-3 or IC 6-3.6; divided by
 - the qualified tips included in the taxpayer's federal adjusted gross income.
 This requirement shall be applied separately to IC 6-3 and IC 6-3.6 to the extent that the taxpayer's adjusted gross income is determined separately for each article.

Code: IC 6-3-2-32

Enrolled Act: SEA 243, Sec. 12

Effective date: January 1, 2026 (Retroactive)

- Provides that for the 2026 tax year only, a taxpayer is entitled to a deduction from the taxpayer's adjusted gross income in an amount equal to the amount associated with qualified overtime compensation that is deducted from a taxpayer's federal adjusted gross income under IRC Section 225.
- Further specifies that if a taxpayer has both qualified overtime compensation that is included in the taxpayer's adjusted gross income and qualified overtime compensation that is not included in the taxpayer's adjusted gross income, the deduction for purposes of IC 6-3 and IC 6-3.6 shall be equal to the qualified overtime compensation deducted from the taxpayer's federal adjusted gross income under IRC Section 225 multiplied by the quotient of:
 - the qualified overtime compensation included in the taxpayer's adjusted gross income after the application of any other exemption, deduction, or exclusion of qualified tips from the taxpayer's adjusted gross income under IC 6-3 or IC 6-3.6; divided by
 - the qualified overtime compensation included in the taxpayer's federal adjusted gross income.
 This requirement shall be applied separately to IC 6-3 and IC 6-3.6 to the extent that the taxpayer's adjusted gross income is determined separately for each article.

Code: IC 6-3-2-33

Enrolled Act: SEA 243, Sec. 13

Effective date: January 1, 2026 (Retroactive)

- Provides that for the 2026 tax year only, a taxpayer is entitled to a deduction from the taxpayer's adjusted gross income in an amount equal to the amount associated with qualified passenger vehicle loan interest that is deducted from a taxpayer's federal adjusted gross income under IRC Section 163 and attributable to the exception under IRC Section 163(h)(4).
- Specifies that this deduction shall be allowable only if the taxpayer is a resident of this state at the time the interest is paid or accrued, and in the case of a married couple filing a joint return under IC 6-3, the taxpayer shall be the individual who would be treated as paying the interest if the couple were not married.
- Further specifies that this deduction shall not be permitted against the adjusted gross income of an estate or trust.

Code: IC 6-3-2.1-2

Enrolled Act: SEA 259, Sec. 1

Effective date: Upon Passage

- Changes a reference from IC 6-3-4-15(i) to IC 6-3-4-15(j) to conform with changes in SECTION 4 of this bill.

Code: IC 6-3-2.1-5

Enrolled Act: SEA 243, Sec. 14

Effective date: January 1, 2025 (Retroactive)

- Updates a reference to IC 6-3-3-3 by adding that it refers to subsection (a) of that statute.

Code: IC 6-3-2.1-6

Enrolled Act: HEA 1088, Sec. 37

Effective date: July 1, 2026

- Updates a reference of IC 6-3-4-4.1(c) to IC 6-3-4-4.2(b).
- Makes conforming changes to HEA 1001 (2025):
 - Corrects a reference to lowers percentage of corporate adjusted gross income tax paid required for penalty exemption from 80% to 20% of the current year and from 100% to 25% of the previous year for taxable years ending after December 31, 2024.
 - Changes language to refer to "tax rate" rather than "tax amount."

Code: IC 6-3-3-12.1

Enrolled Act: SEA 243, Sec. 15

Effective date: January 1, 2026 (Retroactive)

- Amends the definition of "contribution" for purposes of the credit for contributions to ABLE accounts to not include money transferred in a qualified ABLE rollover contribution described in IRC Section 530A(d)(4)(B).

Code: IC 6-3-3-13

Enrolled Act: SEA 243, Sec. 16

Effective date: January 1, 2022 (Retroactive)

- Clarifies that only individuals who are residents of Indiana during the taxable year are eligible for the adoption credit.
- Further clarifies that if an individual is a resident of Indiana for part of the taxable year and a nonresident of Indiana for part of the taxable year, the allowable credit shall be:
 - the credit allowable under IRC Section 23;
 - multiplied by the number of days the individual was a resident of Indiana; and
 - divided by the number of days the individual was a resident of all states.
- Provides that if an individual and the individual's spouse file a joint return under IC 6-3 for a taxable year, the calculation above for the taxable year shall be made based on the combined resident and nonresident days of the individual and the individual's spouse.

Code: IC 6-3-4-4.1

Enrolled Act: SEA 243, Sec. 17

Effective date: July 1, 2026

- Clarifies that the estimated payment tax penalty for individual taxpayers is calculated by the rate prescribed in IC 6-8.1-10-2.1(b), and not an amount prescribed in that statute as it previously stated.

Code: IC 6-3-4-4.2

Enrolled Act: SEA 243, Sec. 18

Effective date: July 1, 2026

- Clarifies that the estimated payment tax penalty for corporate taxpayers is calculated by the rate prescribed in IC 6-8.1-10-2.1(b), and not an amount prescribed in that statute as it previously stated.

Code: IC 6-3-4-6

Enrolled Act: SEA 243, Sec. 19

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Code: IC 6-3-4-8.2

Enrolled Act: SEA 243, Sec. 20

Effective date: January 1, 2026 (Retroactive)

- Increases the winnings amount required to be withheld by persons engaged in a gambling operation to \$2,000 (from \$1,200 as it was previously) on winnings specified in this statute.
- Provides that for 2027 and later, if the amount for which a payor is required to provide a statement to a recipient under IRC Section 6041 is increased to reflect inflation as provided in IRC Section 6041(h), the amounts described above shall be the amount increased to reflect inflation.

Code: IC 6-3-4-12

Enrolled Act: SEA 259, Sec. 2

Effective date: Upon Passage

- Clarifies that a partnership is subject to a penalty imposed under IC 6-8.1-10-2.1(j) if it does not include all nonresident partners that have distributive share income from the partnership:
 - as determined under this article; and
 - derived from Indiana sources;of greater than \$0 in the composite return. Previously, the penalty was imposed if the partnership did not include all nonresident partners on the composite return, without qualifications.

Code: IC 6-3-4-13

Enrolled Act: SEA 259, Sec. 3

Effective date: Upon Passage

- Clarifies that a corporation is subject to a penalty imposed under IC 6-8.1-10-2.1(j) if it does not include all nonresident shareholders that have distributive share income from the corporation:
 - as determined under this article; and
 - derived from Indiana sources;of greater than \$0 in the composite return. Previously, the penalty was imposed if the corporation did not include all nonresident shareholders on the composite return, without qualifications.

Code: IC 6-3-4-15

Enrolled Act: SEA 259, Sec. 4

Effective date: Upon Passage

- Provides that if a trust or estate is subject to a penalty imposed under IC 6-8.1-10-2.1(j) if the trust or estate does not include all nonresident beneficiaries that have distributable net income from the trust or estate:
 - as determined under this article; and
 - derived from Indiana sources;of greater than \$0 in the composite return.

Code: IC 6-3-4.5-2

Enrolled Act: SEA 243, Sec. 21

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Code: IC 6-3-4.5-9

Enrolled Act: HEA 1088, Sec. 38

Effective date: July 1, 2026

- Changes references to IC 6-3 to “this article.”
- Clarifies that IC 6-3-2-1.5 is only applicable prior to its expiration.

Code: IC 6-3-4.5-14

Enrolled Act: SEA 243, Sec. 22

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Tax Credits (IC 6-3.1)

Code: IC 6-3.1-24-7

Enrolled Act: HEA 1406, Sec. 9

Effective date: July 1, 2026

- Adds exception to the Indiana economic development corporation’s determination in certifying that a business is a qualified Indiana business for purposes of the venture capital investment tax credit if the corporation determines that the business is not engaged in a business involving retail sales, for when the business is engaged in retail sales as a method to sell a unique product that the business developed, for which the business holds patents, or of which the business otherwise has ownership.

Code: IC 6-3.1-24-7.5

Enrolled Act: HEA 1406, Sec. 10

Effective date: July 1, 2026

- Provides that the policy that the Indiana economic development corporation must follow when certifying a fund requiring the fund to make investments focused on certain commercialization of research and development and the like shall apply only to investable capital in the fund,

excluding management fees, legal fees, and other expenses incurred in the operation of the fund.

Code: IC 6-3.1-24-12

Enrolled Act: HEA 1406, Sec. 11

Effective date: July 1, 2026

- Clarifies that for purposes of assignments of the venture capital investment tax credit, nothing prevents a taxpayer from combining individual credits of less than \$10,000 for assignment.

Code: IC 6-3.1-30.5-3

Enrolled Act: HEA 1266, Sec. 1

Effective date: January 1, 2027

- Adds to the definition of "scholarship granting organization" organizations that are exempt from federal income taxation under IRC Section 501(c)(3) that is included on the list submitted to the Secretary of the Treasury of the United States for the taxable year under IC 20-53-1.

Code: IC 6-3.1-34-0.5

Enrolled Act: HEA 1406, Sec. 12

Effective date: July 1, 2026

- Provides that in order to facilitate the redevelopment and rehabilitation of property in Indiana that promotes regional collaboration and long term strategic planning, the Indiana economic development corporation may commit a redevelopment tax credit to a development authority pursuant to a development plan approved by the corporation, which may subsequently be awarded by the corporation at the request of a development authority to a taxpayer proposing a qualified investment in a qualified redevelopment site that is included in the development authority's development plan.
- Further provides that the corporation shall award \$35,000,000 to development authorities each fiscal year that may be granted to taxpayers proposing qualified investment in a qualified redevelopment site pursuant to a development plan approved by the corporation.

Code: IC 6-3.1-34-2.1

Enrolled Act: HEA 1406, Sec. 13

Effective date: July 1, 2026

- Creates a new statute defining "development authority," which refers to a regional development authority established under IC 36-7.5-2-1, IC 36-7.6-2-3, or IC 36-7.7-3-1.
- Provides that for the period beginning July 1, 2026, and ending June 30, 2028, the term "development authority" includes a qualified nonprofit organization formed to support economic development across the region and which does not represent a single interest group or local unit or units within a single county.

Code: IC 6-3.1-34-2.2

Enrolled Act: HEA 1406, Sec. 14

Effective date: July 1, 2026

- Creates a new statute defining "development plan," which refers to a comprehensive strategic development plan approved by the development authority for its jurisdiction and which outlines its economic development strategy, the anticipated local resource commitments, the

proposed regionally significant projects, the return on investment analysis reflecting a positive state return for such projects, the requirement that an equal or greater level of local public financial participation in the aggregate across all projects, the requirement that projects are reasonably expected to spur a total investment across all projects that is four times greater than the level of the state resources provided on a present value basis, and that each project supported would not occur but for the provision of the requested state resources.

- Stipulates that the development plan shall also include specific, measurable five and 10 year objectives, and plans for achieving the objectives, for the region, including targets for per capita income, population, employment, and credential attainment among residents in the region.

Code: IC 6-3.1-34-18

Enrolled Act: HEA 1210, Sec. 101

Effective date: Upon Passage

- Provides that for purposes of the redevelopment tax credit, for an agreement with the Indiana economic development corporation as outlined below, the corporation shall not enforce any repayment provision relating to the awarded credit and shall amend the agreement to remove the repayment provision not later than June 30, 2026.
- Provides that the above applies retroactively and only to an agreement entered into under IC 6-3.1-34-17 that was executed on or before December 31, 2020, and that:
 - awards a redevelopment tax credit and an industrial recovery tax credit under IC 6-3.1-11 under the same agreement;
 - awards a credit under this chapter with a maximum amount of \$10,000,000;
 - states an estimated capital investment of at least \$250,000,000; and
 - is for a project in a county having a population of more than 350,000 and less than 400,000.

Code: IC 6-3.1-34-24

Enrolled Act: HEA 1406, Sec. 15

Effective date: July 1, 2026

- Creates a new statute establishing the small town opportunity initiative, which shall be administered by the Indiana economic development corporation, the purpose of which is to undertake qualified community projects within local government units to do the following:
 - Advance historic preservation.
 - Redevelop or rehabilitate distressed buildings or underutilized property.
 - Redevelop or rehabilitate sites where distressed buildings once stood.
- Entitles a for-profit taxpayer undertaking a qualified community project under the initiative to a redevelopment tax credit equal to 20% of the taxpayer's cost of the project.
- Entitles a nonprofit taxpayer undertaking a qualified community project under the initiative to a redevelopment tax credit under this chapter equal to 30% of the taxpayer's cost of the project. Provides that a nonprofit's expenditures incurred to acquire, hold, or prepare real property for redevelopment or rehabilitation before the date the taxpayer's initial application or application for certification is approved by the corporation shall be included in the taxpayer's qualified investment if:
 - the expenditures were incurred for the primary purpose of future redevelopment consistent with the purpose listed above;
 - the nonprofit taxpayer obtained site control in furtherance of a locally supported redevelopment effort; and

- the corporation determines, as part of the application or certification process, that inclusion of such expenditures is in the public interest and supportive of early stage community redevelopment efforts.

An expenditure shall be treated as if it were approved by the corporation to be included as part of a qualified investment as of the date the expenditure was originally incurred.

- Stipulates that qualified community projects undertaken under this statute are not subject to any statutory or administrative repayment obligation.

Code: IC 6-3.1-35-7

Enrolled Act: SEA 163, Sec. 5

Effective date: July 1, 2026

- Extends the reference to the expiration of the affordable and workforce housing tax credit from 2028 to 2033 as provided for in SECTION 7 of this bill.

Code: IC 6-3.1-35-8

Enrolled Act: SEA 163, Sec. 6

Effective date: July 1, 2026

- Extends the reference to the expiration of the affordable and workforce housing tax credit from 2028 to 2033 as provided for in SECTION 7 of this bill.

Code: IC 6-3.1-35-12

Enrolled Act: SEA 163, Sec. 7

Effective date: July 1, 2026

- Extends the expiration of the affordable and workforce housing tax credit from July 1, 2028, to July 1, 2033.

Code: IC 6-3.1-38-4

Enrolled Act: HEA 1210, Sec. 102

Effective date: January 1, 2026 (Retroactive)

- Clarifies that the credit limit for the health reimbursement arrangement credit per employee is the lesser of:
 - the amount contributed by the employer toward the health reimbursement arrangement during the taxable year; or
 - the following:
 - \$400 for the taxable year in which the employer establishes the health reimbursement arrangement.
 - \$200 for the taxable year that immediately follows the taxable year in which the employer establishes the health reimbursement arrangement.
 - \$0 for a taxable year following a taxable year thereafter.
- Clarifies that a qualified taxpayer may not claim a credit for a health reimbursement arrangement established in a taxable year beginning before January 1, 2024.

Code: IC 6-3.1-38-4.5

Enrolled Act: HEA 1210, Sec. 103

Effective date: January 1, 2026 (Retroactive)

- Provides that for a taxable year beginning after December 31, 2025, if a pass through entity is entitled to a health reimbursement arrangement credit, but does not have state tax liability against which the tax credit may be applied, a shareholder, partner, or member of the pass through entity is entitled to a tax credit equal to:
 - the tax credit determined for the pass through entity for the taxable year; multiplied by
 - the percentage of the pass through entity's distributive income to which the shareholder, partner, or member is entitled.

Code: IC 6-3.1-38-7

Enrolled Act: HEA 1210, Sec. 104

Effective date: January 1, 2026 (Retroactive)

- Revises the \$10,000,000 health reimbursement arrangement credit to be per calendar year instead of per taxable year or state fiscal year.
- Clarifies that the claim of a credit resulting from a pass through entity shall be considered to be filed when the pass through entity files a return for the taxable year.
- Provides that for purposes of calculating the amount of tax credits granted in a calendar year, in the case of a taxpayer for whom some amount of the credit claimed must be carried over, the taxpayer is considered to have filed a claim for the full amount allowable to the taxpayer.

Code: IC 6-3.1-39.5-1

Enrolled Act: HEA 1177, Sec. 1

Effective date: January 1, 2026 (Retroactive)

- Changes the definition of an "Indiana qualified child care facility" for purposes of the employer child care expenditure credit by removing the requirement that the facility be operated: by a taxpayer; by a taxpayer jointly with one or more other individuals or entities; or under a contract described in Section 45F(c)(1)(A)(iii) of the IRC with the taxpayer.

Code: IC 6-3.1-39.5-3

Enrolled Act: HEA 1177, Sec. 2

Effective date: January 1, 2026 (Retroactive)

- Changes the definition of a "qualified child care expenditure" for purposes of the employer child care expenditure credit by including expenditures incurred:
 - for the operating costs of an Indiana qualified child care facility under a contract between a taxpayer and an Indiana qualified child care facility;
 - for the operating costs of an Indiana qualified child care facility of a taxpayer that is operated for the taxpayer's employees, including costs related to training of employees, to scholarship programs, and to provide increased compensation to employees with higher levels of child care training;
 - under a contract with an Indiana qualified child care facility to provide child care services to employees of the taxpayer, or under a contract with an intermediate entity that contracts with one or more Indiana qualified child care facilities for child care services; or
 - under a contract to provide child care resources and referral services to an employee of the taxpayer.

Code: IC 6-3.1-39.5-5

Enrolled Act: HEA 1177, Sec. 3

Effective date: January 1, 2026 (Retroactive)

- Repeals the definition a “recapture event” for purposes of the employer child care expenditure credit.

Code: IC 6-3.1-39.5-7

Enrolled Act: HEA 1177, Sec. 4

Effective date: January 1, 2026 (Retroactive)

- Changes the definition of a “taxpayer” for purposes of the employer child care expenditure credit by increasing the threshold employees for the taxpayer from 100 individuals or less to 500 individuals or less.

Code: IC 6-3.1-39.5-12

Enrolled Act: HEA 1177, Sec. 5

Effective date: January 1, 2026 (Retroactive)

- Repeals the statute outlining recapture event procedures for purposes of the employer child care expenditure credit.

Local Taxation (IC 6-3.5)

Code: IC 6-3.5-4-2

Enrolled Act: SEA 179, Sec. 1

Effective date: Upon Passage

- Provides that a county may not impose a county vehicle excise tax after December 31, 2026, on a vehicle that is registered in an adopting municipality in which a municipal vehicle excise tax is in effect.
- Stipulates that in order to be eligible for a distribution from the local road and bridge matching fund (under IC 8-23-30-2(k)) from the Indiana department of transportation, a county must adopt a county vehicle excise tax and a county wheel tax not later than:
 - for the distribution made in 2026, May 1, 2026; and
 - for a distribution made in a subsequent year, September 1 of the prior calendar year.

Code: IC 6-3.5-4-4

Enrolled Act: SEA 179, Sec. 2

Effective date: Upon Passage

- Provides that if an adopting entity received a distribution from the local road and bridge matching fund in the prior calendar year (under IC 8-23-30-2(k)), the adopting entity must provide a copy of the adopted ordinance to the bureau of motor vehicles not later than May 1 of the subsequent year.

Code: IC 6-3.5-4-6

Enrolled Act: SEA 179, Sec. 3

Effective date: July 1, 2026

- Provides that an adopting entity must provide the bureau of motor vehicles with an ordinance adopted under this section to rescind a county vehicle excise tax not later than:
 - for an ordinance adopted before May 1, 2026, not later than May 1, 2026; and

- for an ordinance adopted after April 30, 2026, not later than September 1 of the year the ordinance is adopted.

Code: IC 6-3.5-4-13

Enrolled Act: SEA 179, Sec. 4

Effective date: Upon Passage

- Clarifies that the county auditor shall allocate the money deposited in the county surtax fund during that month to the cities and the towns in the county that are not adopting municipalities in which a municipal vehicle excise tax is in effect.
- Further provides new allocation considerations for the county auditor:
 - the population of a city or town that is an adopting municipality in which a municipal vehicle excise tax is in effect is considered to be zero;
 - the street mileage of a city or town that is an adopting municipality in which a municipal vehicle excise tax is in effect is considered to be zero miles; and
 - the allocation to a city or town that is an adopting municipality in which a municipal vehicle excise tax is in effect is \$0.

Code: IC 6-3.5-5-2

Enrolled Act: SEA 179, Sec. 5

Effective date: Upon Passage

- Provides that a county may not impose a county wheel tax after December 31, 2026, on a vehicle that is registered in an adopting municipality in which a municipal wheel tax is in effect.

Code: IC 6-3.5-5-15

Enrolled Act: SEA 179, Sec. 7

Effective date: Upon Passage

- Clarifies that the county auditor shall allocate the money deposited in the county wheel tax fund during that month to the cities and the towns in the county that are not adopting municipalities in which a municipal wheel tax is in effect.
- Further provides new allocation considerations for the county auditor:
 - the population of a city or town that is an adopting municipality in which a municipal wheel tax is in effect is considered to be zero;
 - the street mileage of a city or town that is an adopting municipality in which a municipal wheel tax is in effect is considered to be zero miles; and
 - the allocation to a city or town that is an adopting municipality in which a municipal wheel tax is in effect is \$0.

Local Income Taxes (IC 6-3.6)

Code: IC 6-3.6-1-1.5

Enrolled Act: HEA 1210, Sec. 105

Effective date: July 1, 2028

- Pushes the expiration date of this statute to July 1, 2029, instead of July 1, 2028.

Code: IC 6-3.6-1-3

Enrolled Act: HEA 1210, Sec. 106

Effective date: July 1, 2028

- Pushes the expiration date of this statute to July 1, 2029, instead of July 1, 2028.

Code: IC 6-3.6-2-2

Enrolled Act: HEA 1210, Sec. 107

Effective date: January 1, 2029

- Clarifies that for purposes of the definition of “adjusted gross income” for resident local taxpayers of Perry County, it also applies to a resident of a municipality located in Perry County in the case of a local income tax imposed under IC 6-3.6-6-22.

Code: IC 6-3.6-2-7.4

Enrolled Act: HEA 1210, Sec. 108

Effective date: Upon Passage

- Pushes the expiration date of this statute to July 1, 2029, instead of July 1, 2028.

Code: IC 6-3.6-2-13

Enrolled Act: HEA 1210, Sec. 109

Effective date: January 1, 2029

- Clarifies that while the definition of “local taxpayer” includes an individual who maintains the taxpayer’s principal place of business or employment in that county on the date specified in IC 6-3.6-8-3 and who does not reside on that same date in another county in Indiana in which a tax under this article is in effect, it does apply for purposes of a local income tax imposed by a county under IC 6-3.6-6-2(b)(4).
- Clarifies that the definition of “local taxpayer” includes an individual who has income apportioned to Indiana as a team member under IC 6-3-2-2.7 or a race team member under IC 6-3-2-3.2 for services rendered in a municipality in the case of a local income tax imposed under IC 6-3.6-6-22, and as it relates to a particular municipality in the case of a local income tax imposed under IC 6-3.6-6-22.

Code: IC 6-3.6-2-15

Enrolled Act: HEA 1210, Sec. 110

Effective date: January 1, 2029

- Clarifies that for purposes of the definition of “resident local taxpayer,” the term means an individual who resides in the part of the county for which the county may impose a rate under IC 6-3.6-6-2(b)(4) on the date specified in IC 6-3.6-8-3 for purposes of a local income tax rate imposed by a county under IC 6-3.6-6-2(b)(4).

Code: IC 6-3.6-2-16.5

Enrolled Act: HEA 1210, Sec. 111

Effective date: July 1, 2026

- Creates a definition of “state GIS officer,” which has the meaning set forth in IC 4-23-7.3-10.

Code: IC 6-3.6-3-2

Enrolled Act: HEA 1210, Sec. 112

Effective date: July 1, 2026

- Provides that not later than July 1 of each calendar year, the county auditor shall certify to the department of local government finance and to the state GIS officer which taxing units comprise each taxing district in the county.
- Remove the option for an adopting body or other governmental entity to submit a proposed notice, ordinance, or resolution to the department of local government finance for review not later than 30 days prior to the date that the adopting body or governing body intends to submit the notice, adopting ordinance or resolution, and vote results on an ordinance or resolution.

Code: IC 6-3.6-3-2.5

Enrolled Act: HEA 1210, Sec. 113

Effective date: July 1, 2027

- Defines “debt service obligations” within this section to refer to:
 - the principal and interest payable during a calendar year on bonds;
 - lease rental payments payable during a calendar year on leases; and
 - any amount required under an agreement for bonds or leases to be deposited in a sinking fund or other reserve during a calendar year;
 of a county, city, or town payable from local income taxes.
- Requires that before August 1 of each calendar year, the fiscal officer of each county, city, and town to provide the department of local government finance with the total amount of the county's, city's, or town's debt service obligations payable from local income tax revenues that will be due in the ensuing calendar year and, upon request by the department of local governing finance, any additional ensuing calendar years.
- Requires the department of local government finance to annually determine whether each county, city, or town with debt service obligations due in the ensuing year has timely submitted to the department of local government finance the information required above.

Code: IC 6-3.6-3-3

Enrolled Act: HEA 1210, Sec. 114

Effective date: July 1, 2028

- Pushes the expiration date of subsection (b) of this statute to December 31, 2028, instead of December 31, 2027.

Code: IC 6-3.6-3-4

Enrolled Act: HEA 1210, Sec. 115

Effective date: July 1, 2028

- Pushes the expiration date of local income tax expenditure tax rates imposed in a county under IC 6-3.6-6 forward one year, so that after December 31, 2028, they expire only if the adopting body adopts an ordinance to renew the expenditure tax rate beginning January 1, 2029, instead of January 1, 2028.
- Provides that if there are bonds or leases outstanding that are payable from a tax imposed under IC 6-3.6-6, the expenditure tax rate for the county beginning January 1, 2029, under IC 6-3.6-6-2(b)(1) shall be at least the minimum tax rate necessary to produce 1.25 times the sum of the:
 - highest annual outstanding debt service;
 - highest annual lease payments; and

- any amount required under the agreements for the bonds or leases to be deposited in a sinking fund or other reserve; but only until the maturity date of those debt obligations.
- Pushes the required adoption date of ordinances for local income tax expenditure tax rates to October 1, 2028, instead of October 1, 2027. Also pushes back the beginning date for adopting bodies failing to adopt an ordinance to continue an expenditure tax rate after December 31, 2028, from adopting an ordinance under this article to impose, renew, or modify an expenditure tax rate under IC 6-3.6-6 beginning January 1, 2030, or any year thereafter, instead of January 1, 2029.

Code: IC 6-3.6-3-5

Enrolled Act: HEA 1210, Sec. 116

Effective date: Upon Passage

- Pushes the expiration date of subsection (c) of this statute to May 31, 2028, instead of May 31, 2027.

Code: IC 6-3.6-3-5

Enrolled Act: HEA 1210, Sec. 117

Effective date: July 1, 2028

- Makes technical corrections to IC 6-3.5-3-5.

Code: IC 6-3.6-3-6

Enrolled Act: HEA 1210, Sec. 118

Effective date: Upon Passage

- Pushes the expiration date of subsections (e) and (g) of this statute to May 31, 2028, instead of May 31, 2027.

Code: IC 6-3.6-3-6

Enrolled Act: SEA 80, Sec. 26

Effective date: July 1, 2028

- Repeals IC 6-3.6-3-6 effective July 1, 2028, which outlines the allocation of votes for local income tax councils. It was set to expire May 31, 2027.

Code: IC 6-3.6-3-8

Enrolled Act: HEA 1210, Sec. 119

Effective date: Upon Passage

- Pushes the expiration date of subsections (e) through (h) of this statute to May 31, 2028, instead of May 31, 2027.

Code: IC 6-3.6-3-8

Enrolled Act: SEA 80, Sec. 27

Effective date: July 1, 2028

- Repeals IC 6-3.6-3-8 effective July 1, 2028, which outlines the process of local income tax council ordinances to raise or lower rates. It was set to expire May 31, 2027.

Code: IC 6-3.6-3-9.5

Enrolled Act: HEA 1210, Sec. 120

Effective date: Upon Passage

- Pushes the expiration date of this statute to May 31, 2028, instead of May 31, 2027.

Code: IC 6-3.6-3-12

Enrolled Act: HEA 1210, Sec. 121

Effective date: July 1, 2028

- Creates a new statute that applies to an ordinance adopted under this article after June 30, 2028.
- Provides that with regards to an ordinance adopted between January 1 and August 2 of a calendar year or October 2 and December 31 of a calendar year, if an adopting body adopts an ordinance to impose a local income tax under:
 - IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4);
 - IC 6-3.6-6-22; or
 - IC 6-3.6-7;that exceeds the applicable maximum tax rate or applicable maximum aggregate tax rate allowable pursuant to IC 6-3.6-6-2, IC 6-3.6-6-22, or IC 6-3.6-7, the department of local government finance shall notify the adopting body and county fiscal officer or municipal fiscal officer, as applicable, not later than 30 days after the adopting body submits the ordinance and information required under IC 6-3.6-6-2 that one or more tax rates exceed the maximum allowable tax rate.
- Provides that with regards to an ordinance adopted between January 1 and August 2 of a calendar year or October 2 and December 31 of a calendar year, the adopting body may adopt an ordinance correcting the applicable tax rate or tax rates not later than 30 days after receiving a notification above from the department of local government finance. Further provides the following apply to an ordinance adopted:
 - Any statutory requirements for an ordinance that otherwise apply to an ordinance adopted under this article to impose a local income tax rate also apply to an ordinance adopted under this subsection.
 - If the tax rate or tax rates adopted in an ordinance adopted under this subsection still exceed a maximum allowable tax rate or maximum allowable aggregate tax rate, the ordinance adopted under this subsection shall be considered void and treated as if the adopting body did not adopt any additional ordinance under this subsection.
 - An ordinance adopted under this subsection has the same effective date as the initial ordinance described above.
- Provides that if an adopting body adopting an ordinance between August 3 and October 1 of a calendar year to impose a local income tax that exceeds a maximum allowable tax rate or rates, fails to adopt an ordinance correcting the applicable tax rate or tax rates as provided above, or, the ordinance is voided as provided above, the tax rate or rates will be reduced according to the following:
 - If a tax rate or tax rates imposed pursuant to IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4), IC 6-3.6-6-22, or IC 6-3.6-7 exceed the maximum allowable rate specified in IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4), IC 6-3.6-6-22, or IC 6-3.6-7, the tax rate or tax rates that exceed the maximum allowable rate shall be reduced to the maximum allowable rate without further action by the adopting body.
 - If the aggregate tax rates imposed pursuant to IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(3) exceed the maximum allowable aggregate rate in IC 6-3.6-6-2(c), the tax rates

shall be reduced without any further action by the adopting body according to the following:

- Any portion of the aggregate tax rate that exceeds the maximum allowable rate shall first be applied by reducing the tax rate imposed under IC 6-3.6-6-2(b)(1), but may not reduce the rate below the tax rate otherwise required under IC 6-3.6.
- Any remaining portion of the aggregate tax rate that exceeds the maximum allowable rate after the reduction in clause (A) shall be applied to reduce the tax rates imposed under IC 6-3.6-6-2(b)(2) and IC 6-3.6-6-2(b)(3) in proportion to the total rates imposed under IC 6-3.6-6-2(b)(2) and IC 6-3.6-6-2(b)(3).
- If the tax rate or rates exceed both the maximum allowable rate specified in IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(3) and the maximum allowable aggregate tax rate in IC 6-3.6-6-2(c), the tax rates shall first be reduced in the manner set forth in the first part before application of the reduction manner set forth in the second part.
- Any tax rate reduction as described here has the same effective date as the initial ordinance described in IC 6-3.6-3-12(b).

Code: IC 6-3.6-3-13

Enrolled Act: HEA 1210, Sec. 122

Effective date: Upon Passage

- Provides that the following apply beginning March 1, 2026:
 - Each county may, prior to October 1, 2026, convene a Municipal Unit Strategic Taskforce (MUST) with one representative from the county council and each city and town fiscal officer in the county to negotiate and determine through unanimous support a local income tax distribution agreement as it pertains to the county's maximum local income tax rates under IC 6-3.6-6-2(b)(1) and IC 6-3.6-6-2(b)(4). The committee may not include representatives from the fire protection and emergency medical services as defined in IC 6-3.6-6-4.3 and nonmunicipal civil taxing units as defined in IC 6-3.6-6-0.5.
 - If the MUST determines a local income tax distribution agreement under the above, the county shall send the local income tax distribution agreement to the department of local government finance. The department of local government finance shall compile a report of all local income tax distribution agreements and submit the report to the legislative council in an electronic format under IC 5-14-6 prior to December 1, 2026.

Code: IC 6-3.6-5-7

Enrolled Act: HEA 1210, Sec. 123

Effective date: July 1, 2028

- Pushes the expiration date of IC 6-3.6-5 to December 31, 2028, instead of December 31, 2027.

Code: IC 6-3.6-6-2

Enrolled Act: HEA 1210, Sec. 124

Effective date: July 1, 2028

- Clarifies that in the case of a team member or race team member described in IC 6-3.6-2-13(3), the total tax expenditure rate is on the adjusted gross income earned as a team member or race team member in the county.

- Provides that the adopting body shall identify in the ordinance each taxing district in which the 1.2% tax rate for municipal services is imposed.
- Clarifies that for an adopted 1.2% tax rate for municipal services, in addition to only being permitted to be imposed on taxpayers who do not reside in a municipality that is eligible to adopt a municipal tax rate under IC 6-3.6-6-22, the municipality must not have made an election under IC 6-3.6-6-23(b)(3). Further provides that in the case of a team member or race team member described in IC 6-3.6-2-13(3), the tax rate for municipal services may only be imposed on services performed as a team member or race team member at a location if the county could impose the tax rate on an individual residing at that location.
- Changes the date for the expiration of rates from December 31, 2030, to December 31, 2031. A rate adopted under this section expires each year after 2031.
- Provides that, notwithstanding any provision of IC 6-3.6, if there are bonds, leases, or other obligations payable from a tax imposed under subsection (b)(1) or (b)(4) of this statute (the 1.2% for general purpose revenue for county services and 1.2% tax rate for municipal services, respectively), the expenditure tax rate for the county under those subsections for a calendar year shall be the minimum tax rate necessary to produce 1.25 times the sum of the:
 - highest annual outstanding debt service;
 - highest annual lease payments; and
 - any amount required under the agreements for the bonds or leases to be deposited in a sinking fund or other reserve;
 for the calendar year payable from the applicable component rate.

Code: IC 6-3.6-6-3

Enrolled Act: HEA 1210, Sec. 125

Effective date: July 1, 2026

- Provides that revenue raised from taxes imposed under this chapter may be distributed as follows:
 - If an ordinance described in IC 6-3.6-6-2.9 (before its repeal) is in effect in a county, to make a distribution to the county equal to the amount of revenue generated by the rate imposed under IC 6-3.6-6-2.9.
 - If an ordinance described in IC 6-3.6-6-3.1 (before its expiration) is in effect in a county, to make a distribution to the county equal to the amount of revenue generated by the rate imposed under IC 6-3.6-6-3.1.

Code: IC 6-3.6-6-3.1

Enrolled Act: HEA 1210, Sec. 126

Effective date: July 1, 2025 (Retroactive)

- Pushes back the date that a tax can be imposed under this section to before January 1, 2029 (from 2028), expiring after December 31, 2028 (from 2027).
- Pushes the expiration date of this statute to January 1, 2029, instead of January 1, 2028.

Code: IC 6-3.6-6-4

Enrolled Act: HEA 1210, Sec. 127

Effective date: July 1, 2028

- Removes the ability of a county fiscal body to use the 1.2% tax for general purpose revenue for county services homestead property tax credits to fund replacement of the county's property tax levy.

Code: IC 6-3.6-6-4.3

Enrolled Act: HEA 1210, Sec. 128

Effective date: July 1, 2028

- Repeals the allocation formula for revenue raised from a tax rate for fire protection and emergency medical services under IC 6-3.6-6-2(b)(2) for each fire protection district, fire protection territory, municipal fire department, and, if applicable, township fire departments and volunteer fire departments.
- Replaces the above formula with the following allocation provisions:
 - Permits the county to determine the allocation method for revenue raised from a tax rate for fire protection or emergency medical services under IC 6-3.6-6-2(b)(2). However, in determining the allocation method, the county is required, for each provider of fire protection, emergency medical services, or both in the county, to consider the service boundaries of the provider and the population living within the service boundaries of the provider using the most recent federal decennial census.
 - Provides that if at least 50% of fire runs made by a township fire department during the calendar year preceding by two years the calendar year in which distribution amounts are being determined are carried out by full-time firefighters who receive a salary of at least \$30,000, the county shall distribute an allocation of revenue to the township fire department under this section.
 - Provides that in the case of a county that provides fire protection, emergency medical services, or both in part of the county, but not the entire county, only the part of the county in which the county provides the fire protection, emergency medical services, or both are considered within the service boundaries for the county.
- Stipulates that for purposes of a distribution described in this statute, a distribution to a:
 - fire protection territory shall be made to the provider unit of the fire protection territory; and
 - volunteer fire department shall be made to the taxing unit that is served by the volunteer fire department.
- Permits a county to determine an estimated population based on income tax returns that report a residence located within the service boundaries of the provider the population living within the service boundaries of a provider if the population cannot be determined using data from the United States Census Bureau. Requires the county auditor to provide the estimated population to the department of local government finance not later than July 15 of the calendar year that precedes the calendar year before the year in which the distribution is made. If the county auditor does not provide an estimated population, the department of local government finance may use the most recent estimated population provided by the county auditor or DOR.

Code: IC 6-3.6-6-4.5

Enrolled Act: HEA 1210, Sec. 129

Effective date: July 1, 2028

- Changes references to various subsections within this statute based on amendments to this statute in this SECTION.
- Requires a nonmunicipal civil taxing unit adopting a resolution requesting the distribution from the county to provide a certified copy of the resolution to the state board of accounts, in addition to the already required adopting body.
- Permits a county to determine an estimated population based on income tax returns that report a residence located within the boundaries of the nonmunicipal civil taxing units if the

population living within one or more nonmunicipal civil taxing units cannot be determined using data from the United States Census Bureau. Requires the county auditor to provide the estimated population to the department of local government finance no later than July 15 of the calendar year that precedes the calendar year before the year in which the distribution is made. If the county auditor does not provide an estimated population under this subsection, the department of local government finance may use the most recent estimated population provided by the county auditor or DOR.

Code: IC 6-3.6-6-6.1

Enrolled Act: HEA 1210, Sec. 130

Effective date: July 1, 2028

- Creates an enumerated distribution formula for revenue raised from a tax rate for certain cities and towns under IC 6-3.6-6-2(b)(4).
- Removes language providing that the revenue raised from a tax rate under IC 6-3.6-6-2(b)(4) shall be allocated to the cities and towns based on the population of the city or the population of the town, whichever is applicable, compared to the population of all the cities or the population of all the towns, whichever is applicable, that are eligible for a distribution.
- Requires a nonmunicipal civil taxing unit adopting a resolution requesting the distribution from the county must provide a certified copy of the resolution to the state board of accounts, in addition to the already required adopting body.
- Changes references to various subsections within this statute based on amendments to this statute in this SECTION.
- Provides that the county may retain all of the revenue raised from a tax rate for that year if no eligible city or town adopts a resolution to request a distribution in a given year.
- Permits the county to use any money received under this section for the purposes described in IC 6-3.6-6-4.
- Repeals language providing that if one or more, but not all, eligible cities or towns adopt a resolution requesting a distribution in a given year, the county may either distribute the total amount of revenue raised from the tax rate under IC 6-3.6-6-2(b)(4) to only those eligible cities or towns that have provided a resolution request, or the county may distribute the total amount of revenue raised from a tax rate under IC 6-3.6-6-2(b)(4) to all eligible cities or towns.
- Repeals language providing for revenue retention when an adopting body that imposes a tax rate IC 6-3.6-6-2(b)(1) of this chapter subsequently adopts an ordinance to concurrently impose a tax rate under (b)(4).

Code: IC 6-3.6-6-12

Enrolled Act: SEA 80, Sec. 28

Effective date: July 1, 2027

- Repeals IC 6-3.6-6-12 effective July 1, 2027, which outlines the process for determining the allocation of certified shares for civil taxing units, pursuant to SECTION 136 of SEA 1 (2025).

Code: IC 6-3.6-6-21.3

Enrolled Act: HEA 1210, Sec. 131

Effective date: July 1, 2028

- Pushes back the date of references to the expiration of IC 6-3.6-6-3(a)(1) to July 1, 2028, instead of July 1, 2027.

Code: IC 6-3.6-6-22

Enrolled Act: HEA 1210, Sec. 132

Effective date: July 1, 2028

- Pushes back the date that the fiscal body of a municipality may by ordinance impose a local income tax rate on the adjusted gross income of local taxpayers in the municipality that does not exceed 1.2% to December 31, 2028, instead of December 31, 2027.
- Clarifies that a local income tax rate imposed by a municipality shall apply to team members and race team members described in IC 6-3.6-2-13(3) on the income derived from services performed as a team member or race team member in the municipality, concurrently repealing language saying it applied to professional athletes who compete in the municipality, unless exempted under IC 6-3-2-27.5 or other provision of law.
- Changes the date for the expiration of rates from December 31, 2030, to December 31, 2031. A rate adopted under this section expires each year after 2031.
- Requires a municipality that imposes a local income tax rate under this section to work with the county to provide the geographic information prescribed by the state GIS officer to the state GIS officer. The required information must be submitted to the state GIS officer in the manner prescribed by the state GIS officer not later than August 1 each year.

Code: IC 6-3.6-6-23

Enrolled Act: HEA 1210, Sec. 133

Effective date: July 1, 2028

- Pushes back to 2032 (from 2030) the date in which a city or town whose population decreases to below 3,500 to adopt an ordinance to continue to use the population from the prior federal decennial census for purposes of the county tax rate and distribution under IC 6-3.6-6.
- Repeals language allowing cities or towns whose population increases from a population of less than 3,500, as reported by the immediately preceding federal decennial census, to a population of 3,500 or more, as reported by the most recent federal decennial census, or, if applicable, any corrected population count (as defined in IC 1-1-3.5-1.5) issued for the city or town in the year succeeding the most recent federal decennial census to adopt an ordinance to continue to use the population from the prior federal decennial census.
- Changes the date that the ordinance needs to be adopted, from immediately succeeding the most recent federal decennial census to two years after the census.
- Removes the 7,000 maximum population cap for any city or town with a population of 3,500 or more to adopt an ordinance to be treated as a city or town with a population of 3,500 or less for purposes of the county tax rate and distribution under IC 6-3.6-6.

Code: IC 6-3.6-7-0.5

Enrolled Act: HEA 1210, Sec. 134

Effective date: January 1, 2029

- Provides that, for taxable years beginning after December 31, 2028, a tax rate imposed by a county under IC 6-3.6-7 may be imposed on a local taxpayer only if the county could impose the tax rates in IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(3) on the local taxpayer.

Code: IC 6-3.6-7-9

Enrolled Act: HEA 1210, Sec. 135

Effective date: July 1, 2028

- Requires the Hancock County fiscal body to adopt a resolution to allow a one time transfer to be made after December 31, 2028, but not later than July 1, 2029, of money from the library property tax replacement fund in an amount equal to the balance of the fund as of December 31, 2028, to be allocated between the:
 - Hancock County Public Library for deposit in the general fund; and
 - Fortville Public Library for deposit in the general fund.
- Requires the amount to be allocated between the Hancock County Public Library and Fortville Public Library based on each library's proportional share of the population in each library district compared to the total population in both library districts, based on the most recent federal decennial census.
- Stipulates that after the county fiscal body adopts a resolution, before the transfer may be made, and not later than July 1, 2029, the Hancock County Public Library and Fortville Public Library shall each adopt a substantially similar resolution requesting that the transfer be made and provide certified copies to the county fiscal body. Requires the county fiscal body to make the transfer upon receiving the certified copies.

Code: IC 6-3.6-7-14

Enrolled Act: HEA 1210, Sec. 136

Effective date: Upon Passage

- Provides that the Marshall County jail fund shall only be used for costs otherwise incurred for the operation of the county jail, in addition to the already mandated maintenance of a jail facility.

Code: IC 6-3.6-7-27

Enrolled Act: HEA 1210, Sec. 137

Effective date: January 1, 2028

- Removes the stipulation that local income tax revenues to fund a public transportation project under IC 8-25 be attributable to an additional tax rate imposed under IC 6-3.6-6.
- Removes the stipulation that the tax rate under this statute may not exceed tax rate specified in IC 6-3.6-6-2 "when combined with the tax rate under IC 6-3.6-6," instead providing that the tax rate under this statute may not be considered for purposes of determining the maximum allowable exceed tax rate specified in IC 6-3.6-6-2.

Code: IC 6-3.6-8-3

Enrolled Act: HEA 1210, Sec. 138

Effective date: July 1, 2026

- Clarifies the rules for treating an individual a resident of the county in which the individual, by giving the option that they spend more (instead of the majority) of the individual's time in Indiana during the tax year in question compared to any other county.

Code: IC 6-3.6-8-3

Enrolled Act: HEA 1210, Sec. 139

Effective date: January 1, 2029

- Clarifies the rules for treating an individual a resident of the county in which the individual, by giving the option that they spend more (instead of the majority) of the individual's time in Indiana during the tax year in question compared to any other county.

- Provides that in determining residency for purposes of a local income tax imposed under IC 6-3.6-6-2(b)(4) or IC 6-3.6-6-22, the following apply:
 - The criteria in subsection (a)(1) through (a)(4) of this statute must be applied to municipalities and the parts of a county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4).
 - If an individual meets the criteria in subsection (a)(1) through (a)(3) of this statute for an area in the county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4), the individual is considered a resident of that area of the county and is subject to a tax rate imposed under IC 6-3.6-6-2(b)(4).
 - If an individual is a resident of the county pursuant to subsection (a)(4) of this statute, the:
 - time spent in all areas within the county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4) shall be aggregated; and
 - determination of the individual's residence within the county shall be determined solely by the time spent in the municipality (or part of the county) and the parts of a county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4).

Code: IC 6-3.6-8-7

Enrolled Act: HEA 1210, Sec. 140

Effective date: January 1, 2029

- Clarifies that for purposes of the definition of “adjusted gross income” for resident local taxpayers of Perry County, it also applies to a resident of a municipality located in Perry County in the case of a local income tax imposed under IC 6-3.6-6-22.

Code: IC 6-3.6-9-1

Enrolled Act: HEA 1210, Sec. 141

Effective date: July 1, 2028

- Pushes back the expiration of this statute to December 31, 2028, instead of December 31, 2027.

Code: IC 6-3.6-9-5

Enrolled Act: HEA 1210, Sec. 142

Effective date: July 1, 2028

- Provides that, with regards to a distribution under IC 6-3.6-6-4.3 of tax revenue raised from a local income tax rate for fire protection and emergency medical services, each provider of fire protection and emergency medical services located within a county shall certify to the department of local government finance the boundaries of the service area within the county served by the provide before the department of local government finance may certify a distribution. Further stipulates that if a provider does not certify the provider's service area to the department of local government finance, the department of local government finance shall use the most recent certified net assessed valuation submitted by the county auditor pursuant to IC 6-1.1-17-1 for the taxing unit served by the provider to determine the service boundaries for the provider. For purposes of the above, the service boundaries of a provider may not include any area served under a mutual aid agreement.

Code: IC 6-3.6-9-10

Enrolled Act: HEA 1210, Sec. 143

Effective date: July 1, 2028

- Pushes back the expiration of a subdivision in this statute to July 1, 2029, instead of July 1, 2028.

Code: IC 6-3.6-9-12

Enrolled Act: HEA 1210, Sec. 144

Effective date: July 1, 2028

- Pushes back the expiration of the 1/12 county certified distribution from its trust account to January 1, 2029, instead of January 1, 2028.
- Pushes back the start of the 1/12 county certified distribution from the state and local income tax holding account to December 31, 2028, instead of December 31, 2027.

Code: IC 6-3.6-9-13

Enrolled Act: HEA 1210, Sec. 145

Effective date: July 1, 2028

- Pushes back the expiration of this statute to December 31, 2028, instead of December 31, 2027.

Code: IC 6-3.6-9-15

Enrolled Act: SEA 80, Sec. 29

Effective date: January 1, 2028

- Repeals IC 6-3.6-9-15 effective January 1, 2028, which outlines the procedure for distributing excess funds in a county's trust account, pursuant to SECTION 169 of SEA 1 (2025).

Code: IC 6-3.6-9-17.5

Enrolled Act: HEA 1210, Sec. 146

Effective date: July 1, 2028

- Pushes back the start from December 31, 2028, instead of December 31, 2027, for the county's certified distribution amount for 2029 (instead of 2028) to be maintained in the accounting for the county under IC 6-3.6-9-21 and transferred as set forth in that statute.

Code: IC 6-3.6-9-21

Enrolled Act: HEA 1210, Sec. 147

Effective date: July 1, 2028

- Pushes back the start from December 31, 2028, instead of December 31, 2027, for any undistributed amounts maintained by the state budget agency for each county to be held for purposes of the state and local income tax holding account.
- Pushes back to 2029 (instead of 2028) for the state budget agency to transfer tax amounts to the state and local income tax holding account.
- Pushes back to 2029 (instead of 2028) for the state budget agency to withhold a specified amount for counties imposing a tax rate under IC 6-3.6-6-2 or a municipality that imposes a tax rate under IC 6-3.6-6-22.

Code: IC 6-3.6-10-9

Enrolled Act: HEA 1210, Sec. 148

Effective date: May 10, 2025 (Retroactive)

- Pushes back the expiration of this statute to July 1, 2028, instead of July 1, 2027.

Code: IC 6-3.6-11-3

Enrolled Act: HEA 1210, Sec. 149

Effective date: July 1, 2028

- Pushes back the expiration of this statute to July 1, 2031, instead of July 1, 2028.
- Pushes back the expiration of any ordinances adopted under subsection (b) of this statute to December 31, 2028, instead of December 31, 2027.

Financial Institutions Tax (IC 6-5.5)

Code: IC 6-5.5-1-2

Enrolled Act: SEA 243, Sec. 23

Effective date: July 4, 2025 (Retroactive)

- Amends the definition of “adjusted gross income” for purposes of the financial institutions tax in the following ways to comport with changes made in HR 1 (the One Big Beautiful Bill Act):
 - For the modification of amounts related to specified research or experimental procedures, “procedures” has been changed to “expenditures.”
 - Create a new modification to add or subtract an amount equal to the modifications required for qualified production property under IC 6-3-2-30.

Code: IC 6-5.5-6-6

Enrolled Act: SEA 243, Sec. 24

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Code: IC 6-5.5-7-1

Enrolled Act: SEA 243, Sec. 25

Effective date: July 1, 2026

- Clarifies that the estimated payment tax penalty for financial institutions tax is calculated by the rate prescribed in IC 6-8.1-10-2.1(b), and not an amount prescribed in that statute as it previously stated.

Motor Fuel and Vehicle Excise Taxes (IC 6-6)

Code: IC 6-6-6.5-9

Enrolled Act: SEA 243, Sec. 26

Effective date: July 1, 2026

- Clarifies that the exemption from aircraft license excise tax for an aircraft owned by a resident of Indiana that is not a dealer and that is not based in this state at any time, if the owner files the required form not later than 31 days after the date of purchase, will apply if the owner furnishes DOR with satisfactory evidence verifying that aircraft is not based in this state, replacing the requirement that the evidence “verif[ies] where the aircraft is based during the year.”

Code: IC 6-6-6.5-13

Enrolled Act: HEA 1210, Sec. 155

Effective date: January 1, 2026 (Retroactive)

- Adds parentheses to references to IC 6-1.1-12-13 clarifying the property tax deduction under that statute applies before its expiration.

Code: IC 6-6-6.5-13

Enrolled Act: SEA 243, Sec. 27

Effective date: July 1, 2026

- Creates a credit for a person entitled to a property tax deduction under IC 6-1.1-51-10, which is equal to the amount of the property tax deduction to which the person is entitled under IC 6-1.1-51-10 minus the amount of that deduction used to offset the person's property taxes (unless the aircraft is subject to both the aircraft excise tax and personal property tax, in which case the deduction shall apply to both property taxes and excise taxes).

Code: IC 6-6-6.5-21

Enrolled Act: HEA 1210, Sec. 156

Effective date: January 1, 2027

- Removes reference that money allocated to a taxing district shall be apportioned and distributed among the taxing units of that taxing district "in the same manner" that the property taxes are apportioned and distributed.

Tobacco Taxes (IC 6-7)

Code: IC 6-7-1-0.3

Enrolled Act: SEA 243, Sec. 28

Effective date: July 1, 2026

- Repeals IC 6-7-1-0.3, which created requirements for cigarette stamps paid for before July 1, 2002.

Code: IC 6-7-1-0.4

Enrolled Act: SEA 243, Sec. 29

Effective date: July 1, 2026

- Repeals IC 6-7-1-0.4, which created requirements for cigarette stamps paid for before July 1, 2007.

Code: IC 6-7-1-1

Enrolled Act: SEA 243, Sec. 30

Effective date: July 1, 2026

- Modernizes some of the language within the statute.
- Removes language regarding the liability for the cigarette tax, which is moved to IC 6-7-1-14 in SECTION 43 of this bill.

Code: IC 6-7-1-2

Enrolled Act: SEA 243, Sec. 31

Effective date: July 1, 2026

- Modernizes and rearranges some of the language and formatting within the statute, which defines “cigarette.”

Code: IC 6-7-1-3

Enrolled Act: SEA 243, Sec. 32

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “individual package.”

Code: IC 6-7-1-4

Enrolled Act: SEA 243, Sec. 33

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “person.”

Code: IC 6-7-1-5

Enrolled Act: SEA 243, Sec. 34

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “department.”

Code: IC 6-7-1-6

Enrolled Act: SEA 243, Sec. 35

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “distributor.”

Code: IC 6-7-1-7

Enrolled Act: SEA 243, Sec. 36

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “retailer.”

Code: IC 6-7-1-7.5

Enrolled Act: SEA 243, Sec. 37

Effective date: July 1, 2026

- Moves the definition of “consumer,” which means a person using a cigarette or cigarettes for the purpose of smoking, from IC 6-7-1-8, which is then removed from that statute in SECTION 38 of this bill.

Code: IC 6-7-1-8

Enrolled Act: SEA 243, Sec. 38

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “consumption” or “consume.”
- Removes the definition of “consumer,” which is put into a new definition in IC 6-7-1-7.5 created in SECTION 37 of this bill.

Code: IC 6-7-1-9

Enrolled Act: SEA 243, Sec. 39

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “stamps.”

Code: IC 6-7-1-10

Enrolled Act: SEA 243, Sec. 40

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “counterfeit stamps.”

Code: IC 6-7-1-11

Enrolled Act: SEA 243, Sec. 41

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “drop shipment.”

Code: IC 6-7-1-13

Enrolled Act: SEA 243, Sec. 42

Effective date: July 1, 2026

- Repeals IC 6-7-1-0.4, which provided the effective date of the cigarette tax. Text from this statute is moved to IC 6-7-1-14 in SECTION 43 of this bill.

Code: IC 6-7-1-14

Enrolled Act: SEA 243, Sec. 43

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which discusses the requirements to affix stamps, which evidence the cigarette tax has been paid.
- Inserts language from IC 6-7-1-13, which was previously repealed in SECTION 42 of this bill.
- Inserts language from IC 6-7-1-1, which was previously repealed in SECTION 30 of this bill.
- Inserts language from IC 6-7-1-18, which is subsequently repealed in SECTION 48 of this bill.
- Inserts language from 45 IAC 8.1-1-20 regarding the need to affix stamps within a carton of cigarettes.
- Inserts language from 45 IAC 8.1-1-2 regarding the need to affix stamps to sample packages of cigarettes.

Code: IC 6-7-1-15

Enrolled Act: SEA 243, Sec. 44

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which concerns DOR being the official agent of the state to administer and enforce IC 6-7-1.
- Removes the requirement that DOR issue rules and regulations before DOR can authorize the use of stamping machines.

Code: IC 6-7-1-16.5

Enrolled Act: SEA 243, Sec. 45

Effective date: July 1, 2026

- Creates a new statute that incorporates the text of 45 IAC 8.1-1-25 concerning DOR taking action upon a distributor's bond or letter of credit.

Code: IC 6-7-1-17

Enrolled Act: SEA 243, Sec. 46

Effective date: July 1, 2026

- Inserts language from 45 IAC 8.1-1-26 regarding discount being disallowed if payment is not received on time.
- Inserts language from 45 IAC 8.1-1-20 prohibiting DOR from selling stamps to anyone but licensed distributors.

Code: IC 6-7-1-17.2

Enrolled Act: SEA 243, Sec. 47

Effective date: July 1, 2026

- Creates a new statute that incorporates text from 45 IAC 8.1-1-18 and 19, concerning DOR's ability to revoke or suspend a distributor's license and the hearing rights and procedures of a distributor on the matter.

Code: IC 6-7-1-18

Enrolled Act: SEA 243, Sec. 48

Effective date: July 1, 2026

- Removes language concerning the requirement for a distributor to firmly affix stamps, which was previously inserted in IC 6-7-1-14 in SECTION 43 of this bill.
- Modernizes some of the language and formatting within the statute.

Code: IC 6-7-1-18.5

Enrolled Act: SEA 243, Sec. 49

Effective date: July 1, 2026

- Creates a new statute that incorporates text from 45 IAC 8.1-1-3 and 28, concerning exemptions from the cigarette tax.

Code: IC 6-7-1-19

Enrolled Act: SEA 243, Sec. 50

Effective date: July 1, 2026

- Inserts language from 45 IAC 8.1-1-29 regarding the requirement for a distributor to keep complete and accurate books and records and where they must be kept.
- Inserts language from 45 IAC 8.1-1-30 regarding the requirement for a distributor to file returns on the fifteenth of every month, and that the return is on forms furnished and prescribed by DOR.
- Modernizes some of the language and formatting within the statute.

Code: IC 6-7-1-21

Enrolled Act: SEA 243, Sec. 51

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which concerns criminal consequences for not affixing stamps.

Code: IC 6-7-1-27

Enrolled Act: SEA 243, Sec. 52

Effective date: July 1, 2026

- Inserts language from 45 IAC 8.1-1-40 prohibiting distributors from selling and transferring stamps to another distributor without permission from DOR, and that if permitted, cannot be accompanied by loose stamps.
- Modernizes some of the language and formatting within the statute.

Code: IC 6-7-1-28.1

Enrolled Act: SEA 14, Sec. 2

Effective date: Upon Passage

- Removes requirement to deposit cigarette tax revenue in the state retiree health benefit trust fund, and instead provides the following:
 - After June 30, 2025, and before July 1, 2026, 1.67% shall be deposited in the state retiree health benefit trust fund established by IC 5-10-8-8.5.
 - After June 30, 2026, and before July 1, 2027, 1.67% or the amount determined by the budget agency shall be deposited in the state retiree health benefit trust fund or the 2027 retiree health benefit trust fund established by IC 5-10-8-8.5. If the budget agency determines that less than 1.67% should be deposited in the trust funds, the remainder shall be transferred to the state general fund.
 - After June 30, 2027, 1.67% of the money shall be deposited in the state general fund.

Code: IC 6-7-2-7

Enrolled Act: HEA 1088, Sec. 42

Effective date: July 1, 2026

- Corrects the tax rate on tobacco products other than moist snuff to 30%.
- Corrects the tax rate on moist snuff to \$0.50 per ounce.
- Corrects the tax rate on cigars to 30%.
- Corrects the ceiling on tax per cigar to \$3.
- Corrects the tax rate on alternative nicotine products to \$0.50 per ounce.
- Corrects a reference from "subsections" to "subsection."

Code: IC 6-7-2-7.5

Enrolled Act: HEA 1088, Sec. 43

Effective date: July 1, 2026

- Corrects the tax rate on closed system cartridges to 30%.

Miscellaneous Tax Matters (IC 6-8)

Code: IC 6-8-1-1

Enrolled Act: SEA 243, Sec. 53

Effective date: July 1, 2026

- Adds institution, national bank, bank, and consignee into the definition of "person."

Code: IC 6-8-1-5.5

Enrolled Act: SEA 243, Sec. 54

Effective date: July 1, 2026

- Creates a definition of “petroleum gatherer,” which is incorporated from 45 IAC 6-1-3, to mean the following:
 - A person that purchases petroleum products.
 - A person that gathers and transports petroleum products in which the person does not have the right, title, or interest.
 - A person that possesses petroleum products upon which the petroleum severance tax has not been paid.

Code: IC 6-8-1-6

Enrolled Act: SEA 243, Sec. 55

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which defines “producer.”

Code: IC 6-8-1-6.5

Enrolled Act: SEA 243, Sec. 56

Effective date: July 1, 2026

- Creates a definition of “purchaser,” which is incorporated from 45 IAC 6-1-3, to mean any person engaged in the purchase of petroleum products. The term includes pipelines, refineries, and any other form of petroleum purchasers for resale or use.

Code: IC 6-8-1-7

Enrolled Act: SEA 243, Sec. 57

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “owner.”

Code: IC 6-8-1-8

Enrolled Act: SEA 243, Sec. 58

Effective date: July 1, 2026

- Reorganizes and modernizes some of the language and formatting within the statute, which sets the rate and collection of the petroleum severance tax.
- Inserts language from 45 IAC 6-1-1 and 4, detailing the liability for the tax and the reporting requirements for the tax.

Code: IC 6-8-1-9

Enrolled Act: SEA 243, Sec. 59

Effective date: July 1, 2026

- Reorganizes and modernizes some of the language and formatting within the statute, which details how the petroleum severance tax is a lien on the petroleum.
- Inserts language from IC 6-8-1-10, which is subsequently repealed in SECTION 60 of this bill, detailing liability for the tax.
- Inserts language from 45 IAC 6-1-1 and 5, detailing the liability for the tax and the reporting requirements for the tax.

Code: IC 6-8-1-10

Enrolled Act: SEA 243, Sec. 60

Effective date: July 1, 2026

- Repeals IC 6-8-1-10, which provided for the liability of the petroleum severance tax. Text from this statute is moved to IC 6-8-1-9 in SECTION 59 of this bill.

Code: IC 6-8-1-11

Enrolled Act: SEA 243, Sec. 61

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which discusses reporting and payment of the petroleum severance tax.

Code: IC 6-8-1-12

Enrolled Act: SEA 243, Sec. 62

Effective date: July 1, 2026

- Removes language requiring DOR to adopt rules regarding the frequency and manner of reporting.
- Provides that any forms, returns, or reports required to be filed for the petroleum severance tax shall contain the information as DOR may reasonably require for the administration of the tax.

Code: IC 6-8-1-19

Enrolled Act: SEA 243, Sec. 63

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the amount collected from tax.

Code: IC 6-8-1-19.5

Enrolled Act: SEA 243, Sec. 64

Effective date: July 1, 2026

- Creates a new statute that incorporates text from 45 IAC 6-1-9, concerning the refund process.

Code: IC 6-8-1-23

Enrolled Act: SEA 243, Sec. 65

Effective date: July 1, 2026

- Creates a new statute that incorporates text from 45 IAC 6-1-12, concerning the keeping of books and records.

Department of Revenue Tax Administration (IC 6-8.1)

Code: IC 6-8.1-1-4.7

Enrolled Act: SEA 243, Sec. 66

Effective date: July 1, 2026

- Creates a new statute defining “taxes held in trust,” which means a listed tax:
 - that is collected or received by a taxpayer from the taxpayer's customer;

- withheld by the taxpayer for amounts paid or credited to an individual or other entity pursuant to IC 6-3 or IC 6-5.5; or
- held in trust or as an agent of the state under the applicable listed tax; which upon receipt or accrual becomes property of the state.
- Provides that the term “taxes held in trust” includes, but is not limited to, the following listed taxes: the state gross retail and use taxes (IC 6-2.5); withholding for the adjusted gross income tax (IC 6-3); withholding for the local income tax (IC 6-3.6); withholding for the financial institutions tax (IC 6-5.5); the gasoline tax (IC 6-6-1.1); the special fuel tax (IC 6-6-2.5); the auto rental excise tax (IC 6-6-9); the aviation fuel excise tax (IC 6-6-13); the heavy equipment rental excise tax (IC 6-6-15); the vehicle sharing excise tax (IC 6-6-16); the electronic cigarette tax (IC 6-7-4); the various innkeeper's taxes (IC 6-9); and the various food and beverage taxes (IC 6-9).

Code: IC 6-8.1-1-11

Enrolled Act: SEA 243, Sec. 67

Effective date: July 1, 2026

- Creates a new statute defining "responsible person" to mean (except as provided in 6-8.1-18) a person that:
 - is an individual conducting business as a sole proprietor or an employee, contractor, officer, or member of an applicable business entity; and
 - has a duty to remit listed taxes held in trust for DOR or a political subdivision.
- Further defines "applicable business entity" to mean a partnership, corporation, limited liability company, trust, estate, or other combination of individuals or entities that is required to collect, withhold, or remit a tax held in trust.
- Provides that the determination that a person is a responsible person for a tax held in trust shall be made separately for each tax.

Code: IC 6-8.1-3-11

Enrolled Act: SEA 243, Sec. 68

Effective date: Upon Passage

- Clarifies that electronic delivery through DOR's online tax system is a mailing method DOR may use if a statute is silent as to the class or type of mailing to be used.
- Provides that where a mailing is not required by statute, DOR may send the document:
 - electronically through its online tax system if the taxpayer has a registered account in the system; or
 - by using any form of mailing.
- Notwithstanding the above, a taxpayer may affirmatively request to receive all documents from DOR electronically through DOR's online tax system in lieu of receiving such notifications and issuances through the mail.

Code: IC 6-8.1-3-17

Enrolled Act: SEA 243, Sec. 69

Effective date: Upon Passage

- Adds 2023 to the eligible tax periods for the 2026 tax amnesty program.
- Clarifies that the ineligibilities for liabilities resulting from the taxpayer's failure to comply with IC 6-3-1-3.5(b)(3) applies to all wagering taxes.

Code: IC 6-8.1-3-25

Enrolled Act: SEA 243, Sec. 70

Effective date: Upon Passage

- Removes the depositing rules that reference specific tax types and the specific manner in which they should be deposited.
- Clarifies that taxes collected in the 2026 tax amnesty program shall be deposited in the same manner as a payment of the listed tax occurring during the fiscal year in which the amnesty program ends.

Code: IC 6-8.1-4-5

Enrolled Act: SEA 243, Sec. 71

Effective date: Upon Passage

- Changes references of "responsible officer" to "responsible person."

Code: IC 6-8.1-5-2

Enrolled Act: SEA 243, Sec. 72

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Code: IC 6-8.1-6-7

Enrolled Act: SEA 243, Sec. 73

Effective date: Upon Passage

- Provides that, in addition to using a secure electronic delivery service, if the taxpayer provides written consent to DOR, DOR may provide the taxpayer with any documents that would otherwise require delivery by mail by providing the documents electronically through DOR's online tax system.

Code: IC 6-8.1-7-1

Enrolled Act: SEA 243, Sec. 74

Effective date: Upon Passage

- Reorganizes some of the language within the statute, which details the confidentiality requirements of information disclosed by the reports filed under the provisions of the law relating to any of the listed taxes and other specified confidential matters.
- Clarifies that the exception for providing information to the governor also applies to governor's designee within the governor's office.
- Provides that DOR may proactively provide the name, address, and federal identification number or other identification number assigned by DOR for a taxpayer to any designated officer of the state tax department of any other state, the administrative head of a state agency of Indiana, or the chief law enforcement officer of a state or local law enforcement agency in Indiana in order to facilitate the investigation of a taxpayer suspected of a criminal matter in connection with a listed tax, so long as it is agreed that any further information provided is to be kept confidential and used solely for official purposes.
- Clarifies that the aggregate amounts of any of the listed taxes collected on a particular date or within a date range may be released upon written request.
- Provides that name and address of a taxpayer may be released to a person that submits a request related to a vehicle registered with DOR under the International Registration Plan or IC

9-18.1-13-3, as long as the use of the information will be strictly limited to at least one of the reasons listed in IC 9-14-13-7.

Code: IC 6-8.1-8-1

Enrolled Act: SEA 169, Sec. 11

Effective date: July 1, 2026

- Changes a reference from IC 24-4.5-3-202 to IC 37-2-4-5. IC 24-4.5 is repealed in SECTION 22 of the bill. The Uniform Consumer Credit Code was found in IC 24-4.5, which is repealed in SECTION 22 of the bill, and has been moved to or replaced with IC 37, a new title added in SECTION 97 of the bill.

Code: IC 6-8.1-8-2

Enrolled Act: SEA 243, Sec. 75

Effective date: July 1, 2026

- Revises the filing rules for when DOR issues a tax warrant:
 - Provides that DOR may not file the warrant with the circuit court clerk of any county in which the person resides or is domiciled, in addition to where they own property as it previously only stated, until at least 20 days after the date the demand notice was mailed to the taxpayer.
 - Provides that if a taxpayer does not reside and is not domiciled in Indiana or DOR is unable to determine the taxpayer's residence or domicile, DOR may file the tax warrant with the circuit court clerk of Marion County.
 - Provides that DOR may also send the warrant to the sheriff of any county in which the person resides or is domiciled, in addition to where they own property as it previously stated, and direct the sheriff to file the warrant with the circuit court clerk.
- Clarifies that a person who gives notice to DOR to foreclose a lien by registered or certified mail to DOR may file an affidavit of service of the notice to file an action to foreclose the lien with the circuit court clerk in the county in which the warrant was filed, instead of in which the property is located, as it previously stated.
- Provides that if a taxpayer has tax warrants in multiple counties, the taxpayer must file a separate affidavit for each county. If a taxpayer fails to file an affidavit in each county in which a warrant is filed, the affidavit is effective only for property in the counties in which the taxpayer files the affidavit.
- Removes rulemaking requirements for DOR concerning expungement.
- Provides that expungement of a tax warrant can also be performed by the commissioner's designee in addition to the commissioner. Requires the taxpayer to request an expungement. Adds the tax warrant being for one or more tax liabilities that have been resolved through DOR as a circumstance to expunge a tax warrant.
- Requires taxpayers to complete a form prescribed by DOR and submit any documentation that may support a request above. Permits DOR to grant requests for tax warrant expungement if DOR determines:
 - the filing of the tax warrant was in error;
 - the release of the judgment and expungement of the tax warrant are in the best interest of the state; or
 - the expungement facilitates the collection of outstanding tax liabilities owed by the taxpayer as provided below.
- Provides that the release of a judgment and an expungement of a tax warrant are in the best interest of the state if the release and expungement facilitates the collection of outstanding

liabilities owed by the taxpayer, including interest and penalties accrued to the date of payment, which is demonstrated if each of the following are true:

- The taxpayer has satisfied all the outstanding liabilities owed, including penalties and interest accrued to the date of payment, associated with the judgment and warrant.
- The taxpayer has filed the outstanding required returns for each listed tax associated with the judgment and warrant.
- The taxpayer is, at the time of making the determination, in compliance regarding the filing of any other individual, business, and informational returns, and current on payments associated with those returns.
- The judgment or warrant is not the subject of pending litigation.
- Provides that DOR's determination that the release of a judgment and an expungement of a warrant are in the best interest of the state includes any of the following factors:
 - The age and amount of the underlying tax liability.
 - The taxpayer's history of compliance with respect to voluntarily paying taxes.
 - Other tax warrants or outstanding liabilities of the taxpayer.
 - Whether notice of the underlying liability was received by the taxpayer before the issuance of the tax warrant.
 - The taxpayer's attempts, if any, to communicate with DOR and resolve the liability before the issuance of the warrant.
 - Whether delays in paying or posting tax payments associated with the underlying liability that caused the tax warrant are attributable to the fault or negligence of the taxpayer.
 - If the taxpayer did not owe the underlying tax for which the warrant was issued.
 - If the warrant was not issued under, or authorized by, statute.
 - If the filing of the tax warrant was premature or otherwise not in compliance with DOR's procedures.
 - Other required tax filings are on file.
- Requires DOR to issue the letter granting or denying the expungement request to the taxpayer.

Code: IC 6-8.1-8-2.1

Enrolled Act: SEA 243, Sec. 76

Effective date: July 1, 2026

- Provides that warrant filed by DOR under IC 6-8.1-8-2 must be filed using DOR's designated direct electronic interface.
- Provides that for purposes of IC 6-8.1-8-3, the jurisdiction of the sheriff of the county in which a warrant is filed is limited to the taxpayer's choses in action and real and tangible personal property located in that county.

Code: IC 6-8.1-8-8

Enrolled Act: SEA 169, Sec. 12

Effective date: July 1, 2026

- Changes a reference from IC 24-4.5-5 to IC 37-2-6. The Uniform Consumer Credit Code was found in IC 24-4.5, which is repealed in SECTION 22 of the bill, and has been moved to or replaced with IC 37, a new title added in SECTION 97 of the bill.
- Changes a reference from IC 24-4.5-5-105 to IC 37-2-6-4(e).

Code: IC 6-8.1-8-18

Enrolled Act: SEA 243, Sec. 77

Effective date: July 1, 2026

- Creates a statute providing for consolidated rules pertaining to responsible persons that hold taxes in trust for the state.
- Stipulates that responsible persons holding taxes in trust for the state are personally liable for the payment of those taxes, plus any penalties and interest attributable to those taxes, to the state, and that if the individual knowingly fails to collect or remit those taxes to the state, the individual commits a Level 6 felony.
- Provides that a business and each responsible person for a particular tax held in trust for a period are jointly and severally liable for that tax, including interest and penalties.
- Establishes an enumerated formula for determining the refunding of any overpayment when a business and one or more responsible persons remit more than the amount due, including penalties and interest, for a tax held in trust.

Code: IC 6-8.1-9-1

Enrolled Act: SEA 243, Sec. 78

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Code: IC 6-8.1-9-4

Enrolled Act: HEA 1343, Sec. 13

Effective date: July 1, 2026

- Clarifies that the instructions for the preparation of individual income tax returns shall contain a description of the purposes of the funding for financial assistance to service members (removing the "qualified" distinction) as described in IC 10-17-12-8.1(1) and IC 10-17-12-8.1(2) (added in SECTION 49 of this bill), adding that it is also only for Indiana residents.

Code: IC 6-8.1-10-2.1

Enrolled Act: SEA 259, Sec. 5

Effective date: Upon Passage

- Fixes statutory references within the statute imposing a \$500 penalty for failure to include nonresident partners, shareholders, or beneficiaries in a composite return to comport with changes made in SECTIONS 2 through 4 of this bill.
- Clarifies that for purposes of this penalty:
 - no penalty shall be imposed on the failure to list nonresident partners, nonresident shareholders, or nonresident beneficiaries not described in IC 6-3-4-12(j), IC 6-3-4-13(k), or IC 6-3-4-15(i), on a composite return; and
 - the determination of whether a partner, shareholder, or beneficiary is required to be included on a composite return shall be determined at the time the pass through entity files its return required under IC 6-3 unless the determination by the pass through entity was the result of:
 - fraud; or
 - intentional or reckless disregard of IC 6-3 or the IRC.

Code: IC 6-8.1-10-9.5

Enrolled Act: SEA 243, Sec. 79

Effective date: Upon Passage

- Changes a reference of “responsible officer” to “responsible person.”

Code: IC 6-8.1-10-12

Enrolled Act: SEA 243, Sec. 80

Effective date: Upon Passage

- Clarifies that the additional penalty for failure to participate in the 2026 amnesty program does not apply if the taxpayer had established a payment plan with DOR before April 1, 2026, (instead of May 15, 2025, as it was previously) or if the taxpayer has a liability that consists only of a penalty imposed with regard to a listed tax for a tax period or has a liability for penalties that are greater than 100% of the total liabilities for listed taxes eligible for participation in the tax amnesty program.

Innkeeper’s and Food and Beverage Taxes (IC 6-9)

Code: IC 6-9-1-2

Enrolled Act: HEA 1210, Sec. 161

Effective date: July 1, 2026

- Provides that the special funds board of managers of St. Joseph County must also contain a member appointed by the city executive of each city within the county (other than Mishawaka and South Bend, which already statutorily have members), which are in addition to the 11 members required by statute.

Code: IC 6-9-2-0.4

Enrolled Act: SEA 27, Sec. 7

Effective date: Upon Passage

- Defines "authority" to refer to the northwest Indiana stadium authority created by IC 5-1-17.1.

Code: IC 6-9-2-0.5

Enrolled Act: SEA 27, Sec. 8

Effective date: Upon Passage

- Defines "board" to mean the northwest Indiana stadium board created by IC 36-10-9.5.

Code: IC 6-9-2-0.6

Enrolled Act: SEA 27, Sec. 9

Effective date: Upon Passage

- Defines "project costs" to mean the cost of:
 - acquisition, improvement, preparation, demolition, disposal, construction, reconstruction, remediation, rehabilitation, restoration, preservation, maintenance, repair, furnishing, and equipping of public facilities, including but not limited to any stadiums, parking facilities or training facilities, utilities and transportation infrastructure;
 - acquisition of land located in a county described in IC 6-9-2-1; and
 - the reimbursement to the state of Indiana or the Indiana finance authority established by IC 5-1.2-3 for expenditures described above.

Code: IC 6-9-2-1.5

Enrolled Act: SEA 27, Sec. 10

Effective date: Upon Passage

- Creates a deadline for the Lake County fiscal body to adopt an ordinance imposing an innkeeper's tax of June 30, 2027.
- Repeals language providing that if the county imposes the authorized additional tax rate, the additional tax rate terminates on July 1, 2050. Repeals corresponding language expiring this statute on July 1, 2050.
- Repeals language providing that the amounts received from an increase adopted under this statute shall be deposited in the Lake County convention and event center reserve fund established by IC 36-7.5-7-10 to be used for the purposes of the Lake County convention and event center reserve fund.
- Adds language stipulating instead that as long as there are any current or future obligations owed by the board to the authority or any state agency under a lease or other agreement entered into between the board and the authority or any state agency pursuant to IC 5-1-17.1 and until the budget committee has reviewed a report submitted by the public finance director (as defined in IC 5-1.2-2-60) certifying that all project costs have been paid, the amounts received from an increase adopted under this section shall be paid monthly to the county treasurer. All of the amounts received by the county treasurer from the increase adopted under this section shall be paid monthly by the county treasurer to the treasurer of the board or its designee upon warrants issued by the state comptroller.
- Further stipulates that if there are not obligations of the board described above then outstanding, and there are no bonds, leases, or other obligations then outstanding for which a pledge has been made and the budget committee has reviewed a report submitted by the public finance director (as defined in IC 5-1.2-2-60) certifying that all project costs have been paid, the fiscal body may adopt an ordinance that repeals the ordinance adopted.
- Provides that an ordinance adopted to repeal the prior ordinance takes effect January 1 immediately following the date of its adoption. If the fiscal body adopts such an ordinance, the clerk shall immediately send a certified copy of the ordinance to the commissioner of DOR.
- A tax imposed under this chapter terminates January 1 of the year immediately following the year in which the last payment obligation of the board is made with respect to any bond, lease, or other obligation described above.

Code: IC 6-9-2.5-2

Enrolled Act: HEA 1210, Sec. 162

Effective date: July 1, 2026

- Provides that the convention and visitor commission of Vanderburgh County must also contain a member appointed by the city executive of each city within the county (other than Evansville, which already statutorily has members), which are in addition to the seven members required by statute.

Code: IC 6-9-3-1

Enrolled Act: HEA 1210, Sec. 163

Effective date: July 1, 2026

- Provides that the special funds board of managers of Clark and Floyd Counties must also contain a member appointed by the city executive of each city within the county (other than New Albany and Jeffersonville, which already statutorily have members), which are in addition to the 13 members required by statute.

Code: IC 6-9-4-2

Enrolled Act: HEA 1210, Sec. 164

Effective date: July 1, 2026

- Provides that the convention and visitor commission of Monroe County must also contain a member appointed by the city executive of each city within the county, which are in addition to the five members required by statute.

Code: IC 6-9-6-2

Enrolled Act: HEA 1210, Sec. 165

Effective date: July 1, 2026

- Provides that the special funds board of managers of LaPorte County must also contain a member appointed by the city executive of each city within the county (other than La Porte and Michigan City, which already statutorily have members), which are in addition to the nine members required by statute.

Code: IC 6-9-7-2

Enrolled Act: HEA 1210, Sec. 166

Effective date: July 1, 2026

- Provides that the convention and visitor commission of Tippecanoe County must also contain a member appointed by the city executive of each city within the county (other than Lafayette and West Lafayette, which already statutorily have members), which are in addition to the 10 members required by statute.

Code: IC 6-9-7-7

Enrolled Act: HEA 1003 Sec. 74

Effective date: July 1, 2027

- Changes reference to the Native American Indian affairs commission to the Indiana cultural commission.

Code: IC 6-9-9-3

Enrolled Act: HEA 1210, Sec. 167

Effective date: July 1, 2026

- Provides that the convention and visitor bureau in Allen County must include a member appointed by the city executive of each city within the county.
- Provides that beginning after December 31, 2048, a tax rate imposed under IC 6-9-9 may not exceed 5%. The portion of the tax rate imposed that exceeds 5% shall expire January 1, 2049.

Code: IC 6-9-9-5

Enrolled Act: HEA 1210, Sec. 168

Effective date: July 1, 2026

- Provides that the Allen County treasurer shall transfer 2% of the amount of money received from the rate established under IC 6-9-9-3 to the fiscal officer of each city in the county with a population of more than 15,000 and less than 200,000 based on the population of the most recent decennial census in the city.
- Further provides that the fiscal officer of each city described above shall establish a municipal tourism capital fund, and shall deposit in the fund all money received by the city under this

statute. The city fiscal body shall administer the fund. The city may not establish a tourism board or similar entity for any purposes of the fund and the city fiscal body shall have sole authority regarding the use of money in the fund as set forth below.

- Requires that money in the fund may be used only for capital projects for tourism related purposes as determined by the city fiscal body. The city fiscal body may issue bonds, enter into leases, or incur other obligations for the purposes of this subsection.
- Stipulates that money transferred to a city as outlined above shall not be used by the city for tourism marketing, tourism promotion, or tourism planning purposes.

Code: IC 6-9-10-2

Enrolled Act: HEA 1210, Sec. 169

Effective date: July 1, 2026

- Provides that the board of managers of Wayne County must also contain a member appointed by the city executive of each city within the county (other than Richmond, which already statutorily has members), which are in addition to the seven members required by statute.

Code: IC 6-9-10.5-9

Enrolled Act: HEA 1210, Sec. 170

Effective date: July 1, 2026

- Provides that the commission of White County under this statute must also contain a member appointed by the city executive of each city within the county (other than Monticello, which already statutorily has members), which are in addition to any other members required by statute.

Code: IC 6-9-11-2

Enrolled Act: HEA 1210, Sec. 171

Effective date: July 1, 2026

- Provides that the convention and visitor commission of Vigo County must also contain a member appointed by the city executive of each city within the county (other than Terre Haute, which already statutorily has members), which are in addition to the five members required by statute.

Code: IC 6-9-14-2

Enrolled Act: HEA 1210, Sec. 172

Effective date: July 1, 2026

- Provides that the convention and visitors commission of Brown County must also contain a member appointed by the city executive of each city within the county, which are in addition to the five members required by statute.

Code: IC 6-9-15-2

Enrolled Act: HEA 1210, Sec. 173

Effective date: July 1, 2026

- Provides that the board of managers of Jefferson County must also contain a member appointed by the city executive of each city within the county (other than Madison, which already statutorily has members), which are in addition to the seven members required by statute.

Code: IC 6-9-17-5

Enrolled Act: HEA 1210, Sec. 174

Effective date: July 1, 2026

- Provides that visitor and convention commission of Madison County must also contain a member appointed by the city executive of each city within the county (other than Anderson, which already statutorily has members), which are in addition to the seven members required by statute.

Code: IC 6-9-18-3

Enrolled Act: HEA 1088, Sec. 44

Effective date: July 1, 2026

- Removes a reference to a missing subdivision (4).

Code: IC 6-9-18-3

Enrolled Act: HEA 1210, Sec. 175

Effective date: July 1, 2026

- Permits DeKalb and Noble Counties to increase their innkeeper's tax rate to 8% after June 30, 2026. However, the tax rate imposed in DeKalb or Noble County that exceeds 5% shall expire before January 1, 2049, and beginning after December 31, 2048, the tax rate may not exceed 5%.

Code: IC 6-9-18-5

Enrolled Act: HEA 1161, Sec. 1

Effective date: July 1, 2026

- Clarifies that an individual who is appointed a member of the commission serves at the pleasure of the member's appointing authority as long as:
 - the officeholder who appointed the individual continues to hold the same office; or
 - the board, committee, or body that appointed the individual retains all of the same members who served on the board, committee, or body when the individual was appointed.

If the above does not apply, the individual may only be removed for cause.

Code: IC 6-9-18-5

Enrolled Act: HEA 1210, Sec. 176

Effective date: July 1, 2026

- Provides that commissions to promote the development and growth of the convention, visitor, and tourism industry in counties adopting an innkeeper's tax under the uniform innkeeper's tax chapter must also include a member appointed by the city executive of each city within the county (other than the municipalities already granted members statutorily), which are in addition to the members determined by the county elsewhere in the statute. However, this requirement does not apply to Porter County.

Code: IC 6-9-19-5

Enrolled Act: HEA 1210, Sec. 177

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention and visitor industry of Elkhart County must also include a member appointed by the city executive of each city within the county, which are in addition to the seven members required by statute.

Code: IC 6-9-29-1.4

Enrolled Act: HEA 1210, Sec. 178

Effective date: July 1, 2026

- Defines "city" for purposes of IC 6-9 to mean a first class city, second class city, or third class city as classified under IC 36-4-1-1.

Code: IC 6-9-30

Enrolled Act: HEA 1406, Sec. 16

Effective date: July 1, 2026

- Creates a new chapter authorizing the Delaware County executive to adopt an ordinance to consolidate the functions of a former entity with respect to the administration of funds received from the county:
 - innkeeper's tax imposed under IC 6-9-18; or
 - food and beverage tax imposed under IC 6-9-21;
 into a single consolidated entity as designated in the ordinance to administer funds received from both of those taxes.
- Provides that if an ordinance is adopted, money in a fund established under a provision of IC 6-9-18 or IC 6-9-21 on the date the ordinance is adopted remains in the fund and is available to be administered and used by the consolidated entity for the purposes allowed under IC 6-9-18 or IC 6-9-21.
- Requires the county executive to immediately send a certified copy of the ordinance to the commissioner of DOR, the treasurer of state, and the state comptroller if an ordinance is adopted.

Code: IC 6-9-32-3

Enrolled Act: HEA 1210, Sec. 179

Effective date: July 1, 2026

- Permits Jackson County to increase their innkeeper's tax rate to 8% after June 30, 2026. However, the tax rate imposed that exceeds 5% shall expire before January 1, 2049, and beginning after December 31, 2048, the tax rate may not exceed 5%.

Code: IC 6-9-32-5

Enrolled Act: HEA 1210, Sec. 180

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Jackson County must also include a member appointed by the city executive of each city within the county (other than the municipalities already granted members statutorily), which are in addition to the members determined by the county elsewhere in the statute.

Code: IC 6-9-36-1

Enrolled Act: SEA 27, Sec. 11

Effective date: Upon Passage

- Provides explicitly that this chapter applies to Lake and Porter County, removing language about populations of each county without naming them.

Code: IC 6-9-36-2.1

Enrolled Act: SEA 27, Sec. 12

Effective date: Upon Passage

- Defines "authority" to refer to the northwest Indiana stadium authority created by IC 5-1-17.1.

Code: IC 6-9-36-2.2

Enrolled Act: SEA 27, Sec. 13

Effective date: Upon Passage

- Defines "board" to mean the northwest Indiana stadium board created by IC 36-10-9.5.

Code: IC 6-9-36-2.3

Enrolled Act: SEA 27, Sec. 14

Effective date: Upon Passage

- Defines "project costs" to mean the cost of:
 - acquisition, improvement, preparation, demolition, disposal, construction, reconstruction, remediation, rehabilitation, restoration, preservation, maintenance, repair, furnishing, and equipping of public facilities, including but not limited to any stadiums, parking facilities or training facilities, utilities and transportation infrastructure;
 - acquisition of land located in a county described in IC 6-9-2-1; and
 - the reimbursement to the state of Indiana or the Indiana finance authority established by IC 5-1.2-3 for expenditures described above.

Code: IC 6-9-36-3

Enrolled Act: SEA 27, Sec. 15

Effective date: Upon Passage

- Creates a deadline for the Lake and Porter County fiscal bodies to adopt ordinances imposing a food and beverage tax of June 30, 2027.
- Removes language providing that the fiscal body may adopt an ordinance to rescind the tax.

Code: IC 6-9-36-8

Enrolled Act: SEA 27, Sec. 16

Effective date: Upon Passage

- Repeals language providing that taxes imposed by a county under IC 6-9-36 shall be paid monthly by the treasurer of state to the treasurer of the northwest Indiana regional development authority established by IC 36-7.5-2-1, which shall then be deposited in the development authority revenue fund established under IC 36-7.5-4-1.
- Adds language stipulating instead that as long as there are any current or future obligations owed by the board to the authority or any state agency under a lease or other agreement entered into between the board and the authority or any state agency pursuant to IC 5-1-17.1 and until the budget committee has reviewed a report submitted by the public finance director (as defined in IC 5-1.2-2-60) certifying that all project costs have been paid, all of the amounts received from the taxes imposed under this chapter by counties shall be paid monthly to DOR.

All of the amounts received by the state from the taxes imposed by the counties under IC 6-9-36-1(1) and 1(2) of this chapter shall be paid monthly by DOR to the treasurer of the board or its designee upon warrants issued by the state comptroller.

Code: IC 6-9-36-9

Enrolled Act: SEA 27, Sec. 17

Effective date: Upon Passage

- Repeals IC 6-9-36-9, which provided for the expiration of this chapter.

Code: IC 6-9-36-11

Enrolled Act: SEA 27, Sec. 18

Effective date: Upon Passage

- Creates a new statute stipulating that if there are no obligations of the board described in IC 6-9-36-8(a) then outstanding and there are no bonds, leases, or other obligations then outstanding for which a pledge has been made under IC 6-9-36-10 and the budget committee has reviewed a report submitted by the public finance director (as defined in IC 5-1.2-2-60) certifying that all project costs have been paid, the fiscal body may adopt an ordinance that repeals the ordinance adopted under IC 6-9-36-3.
- Provides that an ordinance adopted to repeal the prior ordinance takes effect January 1 immediately following the date of its adoption. If the fiscal body adopts such an ordinance, the clerk shall immediately send a certified copy of the ordinance to the commissioner of DOR.
- Provides that a tax imposed under this chapter terminates on January 1 of the year immediately following the year in which the last payment obligation of the board is made with respect to any bond, lease, or other obligation described in IC 6-9-36-8(a).

Code: IC 6-9-36-12

Enrolled Act: SEA 27, Sec. 19

Effective date: Upon Passage

- With respect to obligations of the board described in IC 6-9-36-8(a) and bonds, leases, or other obligations for which a pledge has been made under IC 6-9-36-10, the general assembly covenants with the holders of these obligations that:
 - IC 6-9-36 will not be repealed or amended in any manner that will adversely effect the imposition or collection or the tax imposed under this chapter; and
 - IC 6-9-36 will not be amended in any manner that will change the purpose for which revenues from the tax imposed under this chapter may be used;as long as the payment of any of those obligations is outstanding.

Code: IC 6-9-37-5

Enrolled Act: HEA 1210, Sec. 181

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Hendricks County must also include a member appointed by the city executive of each city within the county (other than the municipalities already granted members statutorily), which are in addition to the members determined by the county elsewhere in the statute.

Code: IC 6-9-45.5-13

Enrolled Act: HEA 1210, Sec. 182

Effective date: July 1, 2025 (Retroactive)

- Repeals the exemption from the historic hotels food and beverage tax for transactions that are subject to the Orange County food and beverage tax. This is to match the repeal made during the 2025 legislative of similar exemption from the Orange County food and beverage tax perspective in IC 6-9-47.5-4.

Code: IC 6-9-53-7

Enrolled Act: HEA 1210, Sec. 183

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Knox County must also include a member appointed by the city executive of each city within the county (other than the municipalities already granted members statutorily), which are in addition to the members determined by the county elsewhere in the statute.

Code: IC 6-9-56-1

Enrolled Act: HEA 1210, Sec. 184

Effective date: July 1, 2026

- Adds parentheses to a reference to the Hamilton County convention, visitor, and tourism promotion fund clarifying it applies before its repeal.

Code: IC 6-9-56-3

Enrolled Act: HEA 1210, Sec. 185

Effective date: July 1, 2026

- Clarifies that the Hamilton County innkeeper's 8% tax rate expires before January 1, 2049, and beginning after December 31, 2048, the tax rate may not exceed 5%.

Code: IC 6-9-56-4

Enrolled Act: HEA 1210, Sec. 186

Effective date: July 1, 2026

- Adds parentheses to a reference to the Hamilton County convention, visitor, and tourism promotion fund clarifying it applies before its repeal.
- Requires the county treasurer of Hamilton County to establish a convention, visitor, tourism promotion, and capital fund. The tourism capital fund is also renamed the municipal tourism capital fund. Changes references to these funds throughout the statute.
- Specifies that money in a convention, visitor, and tourism promotion, and capital fund, or money transferred from such a fund under subsection (b) of this statute, may be expended for infrastructure projects that improve or benefit the tourism economy. Expenditures may include acquisition, construction, alteration, improvements, or installation costs of any existing tangible property or tangible property that is to be constructed, and may include fees for professional services such as architectural, building consulting or planning, and infrastructure feasibility.
- Revises references to IC 6-9-56-7 and 8, which are repealed in SECTIONS 188 and 190 of this bill, to IC 6-9-56-7.5 and 8.5, which are added in SECTIONS 189 and 191.

Code: IC 6-9-56-5

Enrolled Act: HEA 1210, Sec. 187

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Hamilton County must also include a member appointed by the city executive of each city within the county, which are in addition to the members determined by the county elsewhere in the statute.

Code: IC 6-9-56-7

Enrolled Act: HEA 1210, Sec. 188

Effective date: July 1, 2026

- Repeals IC 6-9-56-7, which provided the depositing and convention, visitor, and tourism promotion fund usage requirements for the Hamilton County innkeeper's tax.

Code: IC 6-9-56-7.5

Enrolled Act: HEA 1210, Sec. 189

Effective date: July 1, 2026

- Defines "fund" for purposes of this statute to refer to the convention, visitor, tourism, promotion, and capital fund established under IC 6-9-56-4(a)(2).
- Requires the county treasurer to deposit in the fund the amount of tax collected that is not more than 5%.
- Provides that money in the fund shall be expended only as provided in IC 6-9-56-44(c).
- Permits the commission to transfer money in the fund to any Indiana nonprofit corporation for the purpose of promotion and encouragement in the county of conventions, trade shows, visitors, or special events, which may be on a monthly basis or at another frequency as determined by the commission. The commission may transfer money only after approving the transfer.
- Permits the commission to transfer money from the fund to support capital projects in the county that promote long term tourism, convention, or recreation projects proposed by any of the following:
 - The county government.
 - A separate body corporate and politic in Hamilton County.
 - Any Indiana nonprofit corporation in Hamilton County.
- The commission may transfer money for these purposes on a monthly basis or at another frequency as determined by the commission. Requires the commission to approve any transfer of money from the fund.
- Permits the commission to review and approve proposals submitted by applicants that seek money from the fund with the purpose and view of enhancing or providing support for capital projects that promote long term tourism, convention, or other economic development related to recreation. Funding for this purpose shall be made available on an annual basis. Permits the commission to use the following factors as a guide for capital project funding in determining whether to provide funding to a particular capital project:
 - The proposed capital project is believed to be economically sound to the Hamilton County tourism, convention, or recreation economy and is also believed to be beneficial to:
 - the general population of Hamilton County; or
 - a particular location in Hamilton County.
 - The proposed capital project provides for reasonably adequate public assembly, gathering, or entertainment space and is integrally related to enhancing the tourism,

convention, or recreation opportunities in Hamilton County or a particular location in Hamilton County.

- The commission makes a reasonable effort to assess whether a proposed capital project aligns with the purpose of the commission and has a direct, indirect, or supportive relationship to the mission and promotional efforts of the commission as established and funded by the fund.
- Provides that any remaining funds collected that are not awarded during an application period revert to the fund and may be used for distribution in a subsequent application period.
- An applicant that receives a grant of money from the fund for a capital project described above must agree to provide to the commission proof of project completion, including proof that the project was completed through the use of the grant money, and may be subject to annual financial reporting and audit.

Code: IC 6-9-56-8

Enrolled Act: HEA 1210, Sec. 190

Effective date: July 1, 2026

- Repeals IC 6-9-56-8, which provided the depositing and tourism capital fund usage requirements for the Hamilton County innkeeper's tax.

Code: IC 6-9-56-8.5

Enrolled Act: HEA 1210, Sec. 191

Effective date: July 1, 2026

- Requires the Hamilton County treasurer to transfer the amount of money received under IC 6-9-56-3(c)(2) that is generated by a rate that exceeds 5% to the fiscal officer of each of the following cities with each city receiving an equal 25% share of the total amount collected:
 - Noblesville.
 - Carmel.
 - Fishers.
 - Westfield.
- Requires the fiscal officer of each city listed above to establish a municipal tourism capital fund. Further requires the fiscal officer to deposit in the fund all money received by the city as outlined above and to administer the fund. Prohibits these cities from establishing a tourism board or similar entity for any purposes of the fund, and provides that the city fiscal body shall have sole authority regarding the use of money in the fund as set forth below.
- Provides that money in the fund may be used only for capital projects for tourism related purposes as determined by the city fiscal body. Permits the city fiscal body to issue bonds, enter into leases, or incur other obligations for the purposes of this subsection.
- Prohibits money transferred to a city from being used by the city for tourism marketing, tourism promotion, or tourism planning purposes.

Code: IC 6-9-60-6

Enrolled Act: HEA 1210, Sec. 192

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of LaGrange County must also include a member appointed by the city executive of each city within the county, which are in addition to the members determined by the county elsewhere in the statute.

Code: IC 6-9-74-6

Enrolled Act: HEA 1210, Sec. 193

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Boone County must also include a member appointed by the city executive of each city within the county (other than the municipalities already granted members statutorily), which are in addition to the members determined by the county elsewhere in the statute.

Code: IC 6-9-75-6

Enrolled Act: HEA 1210, Sec. 194

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Parke County must also include a member appointed by the city executive of each city within the county, which are in addition to the members determined by the county elsewhere in the statute.

Code: IC 6-9-76-7

Enrolled Act: HEA 1210, Sec. 195

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Switzerland County must also include a member appointed by the city executive of each city within the county, which are in addition to the members determined by the county elsewhere in the statute.

Code: IC 6-9-78

Enrolled Act: SEA 27, Sec. 20

Effective date: Upon Passage

- Creates a new chapter authorizing the fiscal body of the city of Hammond to adopt an ordinance that would impose excise tax, known as the city admissions tax, for the privilege of attending any event:
 - held in a facility located within the boundaries of the city and that has a seating capacity of more than 40,000; and
 - to which tickets are offered for sale to the public by:
 - the box office of the facility; or
 - an authorized agent of the facility.

The city admissions tax equals 12% of the price for admission to any event described above.

- Requires that the fiscal body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, the tax applies to transactions after the last day of the month in which the ordinance is adopted, if the fiscal body adopts the ordinance on or before the fifteenth day of a month. If the fiscal body adopts the ordinance after the fifteenth day of a month, the tax applies to transactions after the last day of the month following the month in which the ordinance is adopted.
- Requires a person who collects any city admission tax to remit the tax collections to DOR. The person shall remit those revenues collected during a particular month before the fifteenth day of the following month. At the time the tax revenues are remitted, the person shall file a city admissions tax return on the form prescribed by DOR.

- Stipulates that each person who pays a price for admission to any event described above is liable for the tax, and that the person who collects the price for admission shall also collect the city admissions tax imposed with respect to the price for admission. The person shall collect the tax at the same time the price for admission is paid, regardless of whether the price paid is for a single admission, for season tickets, or for any other admission arrangement, not including those described in IC 6-9-78-2(b). In addition, the person shall collect the tax as an agent of the state and the city in which the facility is located.
- Provides that the amount collected from the city admissions tax imposed shall be distributed to the northwest Indiana stadium board or its designee. So long as there are any current or future obligations owed by the northwest Indiana stadium board to the northwest Indiana stadium authority created by IC 5-1-17.1 or any state agency pursuant to a lease or other agreement entered into between the northwest Indiana stadium board and the northwest Indiana stadium authority or any state agency under IC 5-1-17.1, the northwest Indiana stadium board or its designee shall deposit the revenues received from the admissions tax in a special fund, which may be used only for the payment of the obligations described here.
- Provides that the tax terminates January 1 of the year immediately following the year in which the last payment obligation of the board is made with respect to any bond, lease, or other obligation described in IC 6-9-78-3(b).

Code: IC 6-9-78.1

Enrolled Act: HEA 1210, Sec. 196

Effective date: July 1, 2026

- Creates a new chapter authorizing the fiscal body of the town of Lagro to adopt an ordinance that would impose a food and beverage tax.
- Requires that the fiscal body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, it applies to transactions occurring after the last day of the month that succeeds the month in which the ordinance is adopted.

Code: IC 6-9-78.2

Enrolled Act: HEA 1210, Sec. 197

Effective date: Upon Passage

- Creates a new chapter authorizing the fiscal body of the Rush County to adopt an ordinance that would impose a food and beverage tax.
- Requires that the fiscal body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, it applies to transactions on the later of the day specified in the ordinance or the last day of the month that succeeds the month in which the ordinance is adopted.

Code: IC 6-9-78.3

Enrolled Act: HEA 1210, Sec. 198

Effective date: July 1, 2026

- Creates a new chapter authorizing the fiscal body of city of Greendale to adopt an ordinance that would impose a food and beverage tax.
- Requires that the city fiscal body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, it applies to transactions occurring after the last day of the month that succeeds the month in which the ordinance is adopted.

Code: IC 6-9-78.4

Enrolled Act: HEA 1210, Sec. 199

Effective date: July 1, 2026

- Creates a new chapter authorizing the fiscal body of either Huntington County or the city of Huntington (but not both) to adopt an ordinance that would impose a food and beverage tax.
- Requires that fiscal body of the adopting body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, it applies to transactions occurring after the last day of the month that succeeds the month in which the ordinance is adopted.

Code: IC 6-9-79

Enrolled Act: HEA 1406, Sec. 17

Effective date: July 1, 2026

- Creates a new chapter authorizing the fiscal body of city of Bedford to adopt an ordinance that would impose a food and beverage tax.
- Requires that the city fiscal body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, it applies to transactions on the later of the day specified in the ordinance or the last day of the month that succeeds the month in which the ordinance is adopted.

Alcohol and Tobacco Revenue and Taxes (IC 7.1-4)

Code: IC 7.1-4-2-1

Enrolled Act: SEA 243, Sec. 81

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the rate of the beer excise tax.

Code: IC 7.1-4-2-7

Enrolled Act: SEA 243, Sec. 82

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to invoice retention for the beer excise tax.

Code: IC 7.1-4-2-8

Enrolled Act: SEA 243, Sec. 83

Effective date: July 1, 2026

- Removes language regarding exempt circumstances for the beer excise tax, which is addressed later in SECTION 95 of this bill.
- Removes language requiring DOR to promulgate rules.

Code: IC 7.1-4-3-1

Enrolled Act: SEA 243, Sec. 84

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the rate of the liquor excise tax.

Code: IC 7.1-4-3-5

Enrolled Act: SEA 243, Sec. 85

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to exemptions from the liquor excise tax.

Code: IC 7.1-4-4-1

Enrolled Act: SEA 243, Sec. 86

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the rate of the wine excise tax.

Code: IC 7.1-4-4-2

Enrolled Act: SEA 243, Sec. 87

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which pertains to the application of the wine excise tax.

Code: IC 7.1-4-4-5

Enrolled Act: SEA 243, Sec. 88

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which pertains to the powers of DOR in enforcing the wine excise tax.

Code: IC 7.1-4-4-6

Enrolled Act: SEA 243, Sec. 89

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which pertains to the exemptions from the wine excise tax.

Code: IC 7.1-4-4.5-1

Enrolled Act: SEA 243, Sec. 90

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the rate of the hard cider excise tax.

Code: IC 7.1-4-6-2

Enrolled Act: SEA 243, Sec. 91

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which pertains to the penalties for noncompliance with any of the alcohol taxes under IC 7.1-4.
- Inserts language from 45 IAC 7-1-1, detailing the liability for alcohol taxes under IC 7.1-4.

Code: IC 7.1-4-6-2.1

Enrolled Act: SEA 243, Sec. 92

Effective date: July 1, 2026

- Removes language requiring DOR to promulgate rules.

Code: IC 7.1-4-6-3

Enrolled Act: SEA 243, Sec. 93

Effective date: July 1, 2026

- Inserts language from 45 IAC 7-4-1, detailing the tax upon sale or withdrawal for sale for alcohol tax purposes under IC 7.1-4.

Code: IC 7.1-4-6-3.6

Enrolled Act: SEA 243, Sec. 94

Effective date: July 1, 2026

- Repeals 7.1-4-6-3.6, which required DOR to promulgate rules.

Code: IC 7.1-4-6-3.7

Enrolled Act: SEA 243, Sec. 95

Effective date: July 1, 2026

- Creates a new statute that incorporates the text of 45 IAC 7-3-5.5 and 7-3-6, concerning distributors being able to claim deductions and the proof required.

Code: IC 7.1-4-6-4

Enrolled Act: SEA 243, Sec. 96

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the discount for timely payment of an alcohol tax.

Code: IC 7.1-4-6-5

Enrolled Act: SEA 243, Sec. 97

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to determining when a sale is made for purpose of an alcohol tax.

Code: IC 7.1-4-6-5.5

Enrolled Act: SEA 243, Sec. 98

Effective date: July 1, 2026

- Creates a new statute that incorporates the text of 45 IAC 7-6-1, concerning exempt transactions from an alcohol tax.

Code: IC 7.1-4-6-6

Enrolled Act: SEA 243, Sec. 99

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to floor stock tax not being imposed by IC 7.1-4.

Code: IC 7.1-4-6-7

Enrolled Act: SEA 243, Sec. 100

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the appropriation for enforcement of IC 7.1.

Code: IC 7.1-4-6-8

Enrolled Act: SEA 243, Sec. 101

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which pertains to the duties of the attorney general and local prosecutors for the alcohol taxes under IC 7.1-4.

Code: IC 7.1-4-9-8

Enrolled Act: SEA 243, Sec. 102

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the basis and distribution of use of funds under IC 7.1.

Code: IC 7.1-4-9-9

Enrolled Act: SEA 243, Sec. 103

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the timing of distributions of funds under IC 7.1.

Code: IC 7.1-4-9-10

Enrolled Act: SEA 243, Sec. 104

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the appropriations from the general fund for deficiencies of funds under IC 7.1.

Code: IC 7.1-4-10-2

Enrolled Act: SEA 243, Sec. 105

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the use of funds under IC 7.1.

Code: IC 8-2.1-22-27.5

Enrolled Act: HEA 1088, Sec. 55

Effective date: July 1, 2026

- Removes a stray "and" and "or" from the last time the statute was amended. Removes an "a" and replaces it with an "an."

Motor Carrier Regulation (IC 8-2.1)

Code: IC 8-2.1-22-27.5

Enrolled Act: HEA 1088, Sec. 55

Effective date: July 1, 2026

- Removes a stray “and” and “or” from the last time the statute was amended. Removes an “a” and replaces it with an “an.”

Size and Weight Regulation (IC 9-20)

Code: IC 9-20-4-1

Enrolled Act: SEA 179, Sec. 15

Effective date: July 1, 2026

- For purposes of maximum vehicle weight limits, clarifies that the weight limitations under this section are increased by 2,000 pounds for vehicles powered primarily by means of electric battery power.

Code: IC 9-20-6-2

Enrolled Act: SEA 179, Sec. 16

Effective date: July 1, 2026

- Clarifies that single trip permits are valid for five days from the date it is issued, unless a tractor-semitrailer and load require a law enforcement escort, in which case it is valid for 10 days from the date it is issued.

Code: IC 9-20-9-1

Enrolled Act: SEA 179, Sec. 17

Effective date: July 1, 2026

- Clarifies that the exception for a combination of two vehicles coupled together, including load, may not exceed a total length of 60 feet applying to construction vehicles with a towbar connection used in connection with a trailer used to haul heavy equipment also applies when used to haul construction materials.

Interstate Compacts and Agreements (IC 9-28)

Code: IC 9-28-4-6

Enrolled Act: HEA 1200, Sec. 24

Effective date: July 1, 2026

- Provides that all payments for the renewal of a fleet of vehicles previously registered under the International Registration Plan are now due on or before the last day of the last month of the registration period preceding the period being renewed, instead of the fifteenth day of the last month.

Payments to Business Entities (IC 23-15-13)

Code: IC 23-15-13-4

Enrolled Act: HEA 1406, Sec. 18

Effective date: March 15, 2026

- Changes the rounding requirements in this statute, created in SECTION 106 of SEA 243, to a “may” instead of a “must.”

Code: IC 23-15-13

Enrolled Act: SEA 243, Sec. 106

Effective date: March 15, 2026

- Creates a new chapter to address the payments to business entities involving a cash transaction.
- Defines “business entity” to mean any: bank; hospital; health care provider; sole proprietorship; corporation; limited liability company; association; partnership; joint stock company; joint venture; mutual fund; trust; estate; joint tenancy; other form of business organization; or state or local unit, for transactions that include a state or local unit selling or otherwise providing property or services for consideration.
- Defines “total transaction amount” to mean the amount of the transaction prior to any tax imposed in addition to any tax imposed on the transaction and paid to the business entity, regardless of whether the tax is required to be separately stated or whether the business entity is an agent or trustee of a governmental entity. Further provides that tax for purposes of this statute includes state or local taxes as defined in IC 5-36.5-1-4 (created in SECTION 1 of this bill) and any amounts imposed by any other governmental entity other than a state or local unit.
- Provides that for a total transaction amount payable to a business entity, except as provided below for a total transaction amount that is less than \$0.05, the business entity may round the total transaction amount for all transactions with a number other than zero (0) or five (5) in the second decimal place by either:
 - rounding the total transaction amount downward to the next amount divisible by \$0.05;
 - rounding the total transaction amount upward to the next amount divisible by \$0.05; or
 - to the nearest \$0.05 increment by:
 - for a total transaction amount with one (1), two (2), six (6), or seven (7) in the second decimal place, rounding the total transaction amount downward to the next amount divisible by \$0.05; or
 - for a total transaction amount with three (3), four (4), eight (8), or nine (9) in the second decimal place, rounding the total transaction amount upward to the next amount divisible by \$0.05.
- Provides that for a total transaction amount that is less than \$0.05, the business entity may round the amount downward or upward to either zero cents (\$0.00) or \$0.05.
- **NOTE:** The effective date of this SECTION was amended by SECTION 24 of HEA 1406. The rounding requirement was also changed from “must” to “may” in SECTION 18 of HEA 1406.

Professional Licensing Agency (IC 25-1-5)

Code: IC 25-1-5-12

Enrolled Act: HEA 1230, Sec. 24

Effective date: July 1, 2026

- Creates a new statute providing that the professional licensing agency and the boards shall allow DOR, the alcohol and tobacco commission, and the bureau of motor vehicles access to the name of each person who:
 - is licensed under this article; or
 - has applied for a license under this article.
- Further provides that if DOR notifies the agency that a person is on the most recent tax warrant list, the agency shall not issue or renew the person's license until:

- the person provides to the agency a statement from DOR indicating that the person's tax warrant has been satisfied; or
- the agency receives a notice from the commissioner of DOR under IC 6-8.1-8-2(k).

Criminal Law (IC 35-52)

Code: IC 35-52-6-62.5

Enrolled Act: SEA 243, Sec. 107

Effective date: Upon Passage

- Provides that IC 6-8.1-8-18 defines a crime concerning taxes.

Planning and Development (IC 36-7)

Code: IC 36-7-31.6

Enrolled Act: SEA 27, Sec. 26

Effective date: Upon Passage

- Creates a new chapter that permits the redevelopment commission of the city of Hammond to establish a professional sports development area in the city designated as the "northwest Indiana professional sports development area." Further permits the commission to establish as part of the professional sports development area any facility or complex of facilities that is:
 - used to hold a professional sporting event, including a stadium, and which in addition, may be used to hold other entertainment events, including any publicly owned parking, including any public parking garages, plaza, or infrastructure that is constructed or renovated in connection with the construction of the facility used to hold a professional sporting event;
 - used in the training of a team engaged in professional sporting events; and
 - used in whole or in part to manage and operate the professional team that would participate in the facility used to hold a professional sporting event.
- Provides that the tax area shall include any facility described above and any parcel of land on which the facility is located. An area may contain noncontiguous tracts of land within the city. A tax area must be initially established not later than July 1, 2027, according to the procedures set forth for the establishment of an economic development area under IC 36-7-14. A tax area may be changed or the terms governing the tax area revised in the same manner as the establishment of the initial tax area.

Code: IC 36-7-32.6

Enrolled Act: SEA 27, Sec. 27

Effective date: Upon Passage

- Creates a new chapter that permits the designating body of the city of Hammond to, by resolution or ordinance adopted by the designating body, designate a stadium development district in the city. Stipulates that any such resolution or ordinance adopted by the designating body shall include:
 - a description of the stadium development district;
 - the term of the stadium development district; and
 - the plan for the stadium development district which shall conform to the requirements of IC 36-7-32.6-18.

- Provides that the boundaries of the stadium development district may not extend beyond the corporate boundaries of the city and may not include any territory that is within the professional sports development area. The designating body may not designate any more than one stadium development district in the city.
- Defines "gross retail incremental amount" to mean as determined by DOR the remainder of:
 - the aggregate amount of state gross retail and use taxes that are remitted under IC 6-2.5:
 - by businesses operating in the territory comprising the stadium development district; and
 - that is, in the case of the:
 - state gross retail tax, collected by a business for sales occurring at a physical location of the business in the stadium development district;
 - state use tax, incurred with regard to property used in the stadium development district; and
 - state gross retail and use tax incurred and paid by a contractor with regard to tangible personal property incorporated into real property that is located in the stadium development district, if the contractor can determine the amount of state gross retail or use tax incurred and paid based on records maintained under IC 36-7-32.6-24 and the state gross retail and use tax is not otherwise included in the stadium development district or IC 36-7-32.6-7 of this chapter;
 - during the state fiscal year, minus the gross retail base period amount.
- Requires the city of Hammond to establish a plan for the stadium development district which shall be approved by ordinance or resolution of the designating body as provided in IC 36-7-32.6-14. Further requires the city to file the plan, including any amendments thereto to the extent the designating body should amend the plan from time to time, with the board, DOR, and the department of local government finance within 15 days of the approval thereof by the designating body,
- Provides that, the executive, the city and the board shall enter into an agreement establishing the terms and conditions governing the stadium development district if the stadium development district includes territory located in an existing allocation area. Requires the city to submit a written report on the agreement to the budget committee, DOR, and the department of local government finance within 15 days of entering into an agreement.
- Permits the state board of accounts, DOR, and the department of local government finance to adopt rules under IC 4-22-2 and prescribe the forms and procedures that the state board of accounts, DOR, and the department of local government finance consider appropriate for the implementation of the stadium development district under this chapter. However, before adopting rules, the state board of accounts, DOR, and the department of local government finance shall submit a report to the budget committee that:
 - describes the rules proposed by the state board of accounts, DOR, and the department of local government finance; and
 - recommends statutory changes necessary to implement the provisions of this chapter.
- Requires a contractor that provides tangible personal property incorporated into real property in a project located in the stadium development district to maintain records of all state gross retail and use tax paid or collected during a state fiscal year for the tangible personal property incorporated into the real property in projects located in the stadium development district. Further requires a contractor to report the following to DOR, disaggregated by project, annually for each state fiscal year:

- The amount of state gross retail and use taxes paid or collected by a contractor with respect to tangible personal property incorporated into real property in a project located in the stadium development district.
- The issuing of any exemption certificates by the contractor.

A contractor shall report the information required above for a state fiscal year not later than the July 31 immediately following the end of the state fiscal year.

- Except as provided below, if the stadium development district is designated under in IC 36-7-32.6-14, the city shall, not later than August 1 of the calendar year immediately following the designation date, send to DOR:
 - a certified copy of the designation of the stadium development district under IC 36-7-32.6-14, including the date of the designation;
 - a certified copy of the plan under in IC 36-7-32.6-18 for the stadium development district;
 - if an agreement is entered into under in IC 36-7-32.6-18, a certified copy of the agreement; and
 - a complete list of the employers and businesses that are paying for the services of individuals who are not employees in the stadium development district and each mailing address on each street in the stadium development district. The city shall update and send this to DOR before July 1 of each year.

The city shall provide, within 10 days of a request, any additional information requested by DOR concerning any information above.

- Requires DOR to set the gross retail base period amount and the income tax base period amount not later than October 1 of the calendar year immediately following the designation date of the stadium development district. Permits DOR to request any information necessary from the executive or the board to determine the gross retail base period amount and the income tax base period amount. The executive and the board shall provide the necessary information not later than 10 days after a request from DOR.
- Revenue collected under the state adjusted gross income taxes and state gross retail and use taxes may not be allocated before January 1 of the year immediately following the year in which the gross retail base period amount and the income tax base period amount are determined above.
- Requires DOR to calculate the income tax incremental amount and the gross retail incremental amount for the preceding state fiscal year for the stadium development district designated under this chapter before the first business day in October of each year. The department of state revenue shall transfer the amount calculated to the stadium development district fund established for the stadium development district by November 1 of each year.
- Requires taxpayers operating in the stadium development district to report annually, in the manner and form prescribed by DOR, information that DOR determines necessary to calculate the net increment amount. Further requires that a taxpayer operating in the stadium development district that files a consolidated tax return with DOR also file annually an informational return with DOR for each business location of the taxpayer within the stadium development district. Provides that if a taxpayer fails to report the information required or file an informational return, DOR shall use the best information available in calculating the income tax incremental amount and gross retail incremental amount.
- Requires the board or its designee to establish a stadium development district fund for the stadium development district designated under IC 36-7-32.6-14. The fund consists of:
 - deposits of incremental property tax revenue from the county auditor as provided in IC 36-7-32.6-20(d); and
 - transfers from DOR under IC 36-7-32.6-26.

Code: IC 36-7-32-8.5

Enrolled Act: HEA 1406, Sec. 21

Effective date: March 15, 2026

- Amends the definition of “income tax incremental amount” referencing a certified technology park for which the amount limit under section 22(c) or 22(d) has been exceeded, now including 22(e), which was added in SECTION 22 of this bill.

Code: IC 36-7-32-22

Enrolled Act: HEA 1406, Sec. 22

Effective date: July 1, 2026

- Provides that, except as outlined below, if a certified technology park located in a qualified military base enhancement area has reached the limit on deposits under subsection (e) of this statute and maintains its certification under IC 36-7-32-11(c), the certified technology park shall become a Level 3 certified technology park and an additional annual deposit amount shall be deposited in the incremental tax financing fund for the certified technology park equal to the lesser of:
 - the aggregate income tax incremental amounts as defined in IC 36-7-32-8.5(2) of this chapter attributable to each redevelopment commission that has entered into a written agreement for the operation of the certified technology park; or
 - \$250,000 multiplied by the number of redevelopment commissions that have entered into a written agreement for the operation of the certified technology park.
- However, no amount of state gross retail and use taxes that are remitted under IC 6-2.5 for transactions occurring after June 30, 2029, by businesses operating in the certified technology park and no amount of adjusted gross income tax or local income tax paid by employees employed in the certified technology park with respect to wages and salary earned for work in the certified technology park after June 30, 2029, may be deposited in the incremental tax financing fund for the certified technology park, regardless of whether the maximum annual amount under the above has been met.
- Provides that, for purposes of calculating the income tax incremental amount for the additional annual deposit amount above, only wages attributable to new employees hired on or after the date the certified technology park becomes a Level 3 certified technology park shall be included in the calculation. The department of state revenue shall determine the incremental amount based only on the net payroll increase over the base payroll determined at the time of the Level 3 designation.
- Requires DOR, not later than 90 days after receipt of all information necessary to make the determination once a certified technology park meets the requirements of designation as a Level 3 certified technology park, to issue a written determination establishing:
 - the date on which the certified technology park became a Level 3 certified technology park; and
 - the base payroll amount to be used for purposes of calculating the income tax incremental amount under IC 36-7-32-8.5.

The department may require the submission of documentation reasonably necessary to make the determination above.

Code: IC 36-10-9.5

Enrolled Act: SEA 27, Sec. 29

Effective date: Upon Passage

- Creates a new chapter that establishes the northwest Indiana stadium board, which may finance, construct, equip, operate, and maintain a capital improvement.

Non-code

Code: Non-Code

Enrolled Act: HEA 1406, Sec. 24

Effective date: March 15, 2026

- Provides that despite the January 1, 2027, effective date of IC 6-2.5-1-5 as amended by SEA 243-2026, SECTION 2, the effective date of IC 6-2.5-1-5 as amended by SEA 243-2026, SECTION 2, is March 15, 2026.
- Provides that despite the "upon passage" effective date of IC 23-15-13, as added by SEA 243-2026, SECTION 106, the effective date of IC 23-15-13, as added by SEA 243-2026, SECTION 106, is March 15, 2026.
- Provides that this non-code SECTION expires January 1, 2030.

Code: Non-Code

Enrolled Act: HEA 1406, Sec. 25

Effective date: March 15, 2026

- Provides that IC 6-2.5-1-5, as amended by SEA 243-2026, SECTION 2, and IC 23-15-13, as added by SEA 243-2026, SECTION 106, both as amended by this act, apply only to cash transactions occurring after March 14, 2026.
- Provides that except as provided below, a retail transaction is considered to have occurred after March 14, 2026, if the property whose transfer constitutes selling at retail is delivered to the purchaser or to the place of delivery designated by the purchaser after March 14, 2026.
- Provides that notwithstanding the delivery of the property constituting selling at retail after March 14, 2026, a transaction is considered to have occurred before March 15, 2026, to the extent that:
 - the agreement of the parties to the transaction is entered into before March 15, 2026; and
 - payment for the property furnished in the transaction is made before March 15, 2026.
- Provides that this non-code SECTION expires January 1, 2030.

Code: Non-Code

Enrolled Act: HEA 1406, Sec. 26

Effective date: January 1, 2027

- Amends SECTION 112 of SEA 243 by removing reference to IC 6-2.5-2-2 and IC 23-15-13.

Code: Non-Code

Enrolled Act: HEA 1406, Sec. 27

Effective date: Upon Passage

- Requires the Indiana finance authority, in collaboration with the Indiana economic development corporation, to conduct a study and prepare a report evaluating the following:
 - Each of the:
 - property tax incentives that may be granted by a local unit;
 - state adjusted gross income tax incentives;
 - state gross retail and use tax incentives; and

- other tax incentives;
 - that are available to data centers or are applicable to data center equipment under current Indiana law, including a review of the state and local fiscal impact of the utilization of any of the tax incentives.
- The impact of data centers on the:
 - costs of utilities; and
 - water supply;
 for local governments and consumers.
- The local and regional environmental impacts of data centers.
- Requires the report to include recommendations on whether the continued availability of each tax incentive, with or without new statutory limitations on the amounts of tax incentives that may be awarded, is beneficial to the state and local economies and workforces. The report shall also include recommendations concerning the impacts on utilities and the water supply for local governments and consumers, and recommendations concerning the local and regional environmental impacts. Not later than November 1, 2026, the Indiana finance authority shall submit the report to the interim study committee on fiscal policy.
- Provides that this non-code SECTION expires July 1, 2027.

Code: Non-Code

Enrolled Act: SEA 243, Sec. 108

Effective date: January 1, 2023 (Retroactive)

- Clarifies that IC 6-2.5-9-12, as added by this bill, is effective for transactions occurring after June 30, 2023.
- Provides that for purposes of IC 6-2.5-9-12, all transactions shall be considered as having occurred after June 30, 2023, to the extent that delivery of the vehicle, aircraft, cargo trailer, or watercraft constituting selling at retail is made after that date to the purchaser or to the place of delivery designated by the purchaser. However, a transaction shall be considered as having occurred before July 1, 2023, to the extent that the agreement of the parties to the transaction was entered into before July 1, 2023, and payment for the vehicle, aircraft, cargo trailer, or watercraft furnished in the transaction is made before July 1, 2023, notwithstanding the delivery of the vehicle after June 30, 2023.
- Stipulates that this non-code SECTION expires July 1, 2029.

Code: Non-Code

Enrolled Act: SEA 243, Sec. 109

Effective date: July 4, 2025 (Retroactive)

- Clarifies that IC 6-3-1-3.5, IC 6-3-2-2.5, IC 6-3-2-2.6, and IC 6-5.5-1-2, all as amended by this bill, apply to taxable years ending after July 4, 2025.
- Clarifies that IC 6-3-2-30, as added by this bill, applies to qualified production property placed in service after July 4, 2025.
- Stipulates that this non-code SECTION expires July 1, 2030.

Code: Non-Code

Enrolled Act: SEA 243, Sec. 110

Effective date: January 1, 2026 (Retroactive)

- Clarifies that IC 6-3-4.5-14 and IC 6-8.1-5-2, as amended by this bill, are effective for final adjustments and modifications received by DOR after December 31, 2025.

- Clarifies that IC 6-8.1-9-1, as amended by this bill, is effective for modifications issued by the Internal Revenue Service after December 31, 2025.
- Stipulates that this non-code SECTION expires July 1, 2029.

Code: Non-Code

Enrolled Act: SEA 243, Sec. 111

Effective date: July 1, 2026

- Clarifies that IC 6-8.1-8-2, as amended by this bill, is effective for tax warrants filed after June 30, 2026.
- Provides that for purposes of a tax warrant renewal filed under IC 6-8.1-8-2(f)(3), the extension of the tax warrant to all choses in action in the state or real or tangible personal property in this state apply to renewals filed with a county after June 30, 2026.
- Provides that if DOR wishes to extend a tax warrant filed before July 1, 2026, to the entire state, DOR must amend the tax warrant with one or more counties in which DOR previously has filed the tax warrant, or file an additional tax warrant in one or more counties in which DOR would be permitted to file a tax warrant, after June 30, 2026.
- Stipulates that this non-code SECTION expires July 1, 2029.

Code: Non-Code

Enrolled Act: SEA 243, Sec. 112

Effective date: January 1, 2027

- Clarifies that IC 5-36.5 as added by this bill applies only to cash transactions occurring after December 31, 2026.
- Provides that except as provided below, a retail transaction is considered to have occurred after December 31, 2026, if the property whose transfer constitutes selling at retail is delivered to the purchaser or to the place of delivery designated by the purchaser after December 31, 2026.
- Further provides that notwithstanding the delivery of the property constituting selling at retail after December 31, 2026, a transaction is considered to have occurred before January 1, 2027, to the extent that:
 - the agreement of the parties to the transaction is entered into before January 1, 2027; and
 - the payment for the property furnished in the transaction is made before January 1, 2027.
- Stipulates that this non-code SECTION expires January 1, 2030.
- **NOTE:** This SECTION was amended by SECTION 25 of HEA 1406 to remove reference to IC 6-2.5-2-2 and IC 23-15-13.

Code: Non-Code

Enrolled Act: SEA 259, Sec. 6

Effective date: Upon Passage

- Provides that IC 6-3-4-12, 20 IC 6-3-4-13, IC 6-3-4-15, and IC 6-8.1-10-21, all as amended by this bill, are effective for pass through entity returns due after passage, including any extensions allowable for the return.

Part II: Legislation by Enrolled Act Number

HEA 1003 – Boards and Commissions

Enrolled Act: HEA 1003, Sec. 9

Code: IC 4-22-2.6-4

Effective date: July 1, 2027

- Requires that when an agency performs a rule readoption review, the agency shall compare the requirements within the rule to similar requirements in Illinois, Kentucky, Michigan, Ohio, and any additional states designated by the office of management and budget for comparison.
- Provides that the agency's written findings concerning the agency's determinations shall include the following:
 - A statement identifying whether the program or subject matter covered by the rule is still carried out by the agency.
 - The rationale for the agency's determination under subsection (a) for the continued need for the rule.
 - The rationale for the agency's determination under subsection (a) that the rule, if readopted, will meet each of the standards in IC 4-22-2-19.5 and (if applicable) the requirements for fees, fines, and civil penalties in IC 4-22-2-19.6.
 - Either of the following:
 - Any revisions to previously prepared cost benefit, economic impact, fiscal impact, or regulatory burden statements prepared by the agency for the rule under:
 - IC 4-3-22-13;
 - IC 4-22-2-22.7;
 - IC 4-22-2-22.8;
 - IC 4-22-2-28; or
 - IC 4-22-2.1-5;
- if those previously prepared statements were published by the Indiana Register.
 - A copy of an updated regulatory burden statement that meets the requirements of IC 4-22-2-22.7 if the rule did not have a prior cost benefit, economic impact, fiscal impact, or regulatory burden statement prepared by the agency for the rule under:
 - IC 4-3-22-13;
 - IC 4-22-2-22.7;
 - IC 4-22-2-22.8;
 - IC 4-22-2-28; or
 - IC 4-22-2.1-5;
- published in the Indiana Register.
 - Any alternative methods of achieving the purpose of the rule that are less costly or less intrusive, or that would otherwise minimize the economic impact of the proposed rule on small businesses (as defined in IC 4-22-2.1-4) and other regulated entities.
 - The nature of any complaints or comments received from the public, including small businesses (as defined in IC 4-22-2.1-4), concerning the rule or the rule's implementation by the agency.
 - Any difficulties encountered by:
 - the agency in administering the rule; or

- small businesses (as defined in IC 4-22-2.1-4) or other regulated persons in complying with the rule.
 - The degree to which technology, economic conditions, or other factors have changed in the area affected by the rule since the last time the rule was adopted, readopted, or amended.
 - Whether the federal government or any of the states covered by subsection (c) have less restrictive requirements than the rule, and, if so, the evidence or unique circumstances that justify why the more restrictive requirements in the rule are necessary.
 - The last time the substantive content of the rule was amended.
 - Whether the substantive content in the rule would be more appropriately integrated into the Indiana Code as opposed to remaining as a separate administrative rule. In making such a determination, the agency shall consider the frequency of updates to the rule since its initial promulgation. If the substantive content of the rule has not been modified in the prior eight years, the agency must present specific facts that justify keeping the substantive content in an administrative rule rather than the Indiana Code.
- Requires that the written findings be submitted in a form that can be easily loaded into commonly used business analysis software and published in the Indiana Register using the format jointly developed by the publisher, the office of management and budget, and the budget agency. The office of management and budget may provide more stringent requirements for rules with fiscal impacts and costs above a threshold amount determined by the office of management and budget.

Enrolled Act: HEA 1003 Sec. 10

Code: IC 4-22-2.6-5

Effective date: July 1, 2027

- Provides that if an agency elects to readopt a rule under this chapter, the agency shall submit a copy of the written findings under IC 4-22-2.6-4 to the office of management and budget and the legislative council not later than the first regular business day in July of the year preceding the year in which the rule expires under this chapter.

Enrolled Act: HEA 1003 Sec. 74

Code: IC 6-9-7-7

Effective date: July 1, 2027

- Changes reference to the Native American Indian affairs commission to the Indiana cultural commission.

HEA 1004 – Various Education Matters

Enrolled Act: HEA 1004, Sec. 7

Code: IC 6-2.5-5-38.1

Effective date: July 1, 2026

- Makes a technical change by removing reference to IC 20-20-1 and replacing it with IC 20-20.5-1 with regards to the definition of a “service center,” as IC 20-20 was repealed and replaced with IC 20-20.5 in SECTIONS 36 and 37 of the bill.

HEA 1038 – Gaming Matters

Enrolled Act: HEA 1038, Sec. 6

Code: IC 4-33-6-19.5

Effective date: Upon Passage

- Creates a new section allowing the county election boards of Allen, DeKalb, and Steuben Counties to place a public question on the 2026 general election ballot concerning the permitting of inland casino gambling in the county.
- Requires the circuit court clerk of the county to certify the results of the election to the commission and DOR.

Enrolled Act: HEA 1038, Sec. 11

Code: IC 4-33-12-1.5

Effective date: Upon Passage

- Provides that the supplemental wagering tax liability of a licensed owner operating an inland casino in Allen County, DeKalb County, or Steuben County under IC 4-33-6.8 is equal to 3.5% of the riverboat's adjusted gross receipts for the day.

Enrolled Act: HEA 1038, Sec. 12

Code: IC 4-33-12-6

Effective date: Upon Passage

- Adds a reference to IC 4-33-12-8.7, created in SECTION 13 of this bill.

Enrolled Act: HEA 1038, Sec. 13

Code: IC 4-33-12-8.7

Effective date: Upon Passage

- Creates a new statute discussing the tax revenue collected from an inland casino located in Allen County, DeKalb County, or Steuben County under IC 4-33-6.8.
- Requires the treasurer of state to pay the following amounts from taxes collected during the preceding calendar quarter from the inland casino:
 - 10% to the regional development authority established under IC 36-7.6 for northeast Indiana.
 - 45% to the city in which the casino conducts gaming operations.
 - 45% to the county in which the casino conducts gaming operations.
- Provides that, regarding a city or county receiving money as outlined above, the money paid:
 - must be paid to the fiscal officer of the unit and may be deposited in the unit's general fund or a riverboat fund established by the city or county under IC 36-1-8-9, or both;
 - may not be used to reduce the unit's maximum levy under IC 6-1.1-18.5 but may be used at the discretion of the unit to reduce the property tax levy of the unit for a particular year;
 - may be used for any legal or corporate purpose of the unit, including the pledge of money to bonds, leases, or other obligations under IC 5-1-14-4; and
 - is considered miscellaneous revenue.
- Provides that money paid to the fiscal officer of the unit must be deposited in the development authority fund established under IC 36-7.6-4-1 for the regional development authority to which the money is due.

Enrolled Act: HEA 1038, Sec. 14

Code: IC 4-33-13-5

Effective date: Upon Passage

- Adjusts the distribution the state comptroller distributes of wagering tax revenue (not including tax revenue remitted by an operating agent operating a riverboat in a historic hotel district) deposited in the state gaming fund under IC 4-33-13-5 to include distributions to cities in Allen County, DeKalb County, or Steuben County if they have a city in which the riverboat is located or that is designated as the home dock of the riverboat from which the tax revenue was collected.

HEA 1042 – Regulation and Investment of Cryptocurrency

Enrolled Act: HEA 1042, Sec. 11

Code: IC 5-36

Effective date: July 1, 2026

- Creates a new article outlining the authority of administrative agencies to regulate digital assets.
- Defines a “digital asset” to mean: virtual currency; cryptocurrency (as defined in IC 2-3.5-2-2.8); payment stablecoin (as defined in 12 U.S.C. 5901(22)); fungible tokens and nonfungible tokens; and other assets that exist only in electronic form and confer economic, proprietary, or access rights or powers.
- Prohibits public agencies (defined as a board, commission, department, division, bureau, committee, agency, office, instrumentality, authority, or other entity exercising any part of the executive, including the administrative power of the state) other than the department of financial institutions from:
 - adopting or enforcing a rule or other regulation that would have the effect of prohibiting, restricting, or impairing:
 - the ability of a person to:
 - use or accept digital assets as a method of payment for legal goods and services; or
 - take or maintain custody of digital assets using a self-hosted wallet or hardware wallet.
 - the ability of an individual or business to do any of the following:
 - Operate a node for the purpose of connecting to a blockchain protocol and participating in the operation of the blockchain protocol.
 - Develop software on a blockchain protocol.
 - Transfer digital assets to another individual or business using a blockchain protocol.
 - Participate in staking on a blockchain protocol.
 - imposing taxes or fees on:
 - use or acceptance of digital assets as a method of payment for legal goods and services; or
 - taking or maintaining custody of digital assets using a self-hosted wallet or hardware wallet;
- that are not applicable to comparable financial transactions that do not involve digital assets.
- Bars public agencies other than the department of financial institutions from prohibiting the operation of a digital asset mining business except as provided it pertains to zoning restrictions.

HEA 1088 – Technical Corrections

Enrolled Act: HEA 1088, Sec. 34

Code: IC 6-2.5-5-8.5

Effective date: July 1, 2026

- Corrects a reference from “miliary” to “military.”

Enrolled Act: HEA 1088, Sec. 35

Code: IC 6-2.5-15-6.5

Effective date: July 1, 2026

- Adds a missing subsection “(a)” to the statute.

Enrolled Act: HEA 1088, Sec. 36

Code: IC 6-2.5-15-13.2

Effective date: July 1, 2026

- Adds the word “than” in a reference to something being less than a certain percentage.

Enrolled Act: HEA 1088, Sec. 37

Code: IC 6-3-2.1-6

Effective date: July 1, 2026

- Updates a reference of IC 6-3-4-4.1(c) to IC 6-3-4-4.2(b).
- Makes conforming changes to HEA 1001 (2025):
 - Corrects a reference to lowers percentage of corporate adjusted gross income tax paid required for penalty exemption from 80% to 20% of the current year and from 100% to 25% of the previous year for taxable years ending after December 31, 2024.
 - Changes language to refer to “tax rate” rather than “tax amount.”

Enrolled Act: HEA 1088, Sec. 38

Code: IC 6-3-4.5-9

Effective date: July 1, 2026

- Changes references to IC 6-3 to “this article.”
- Clarifies that IC 6-3-2-1.5 is only applicable prior to its expiration.

Enrolled Act: HEA 1088, Sec. 42

Code: IC 6-7-2-7

Effective date: July 1, 2026

- Corrects the tax rate on tobacco products other than moist snuff to 30%.
- Corrects the tax rate on moist snuff to \$0.50 per ounce.
- Corrects the tax rate on cigars to 30%.
- Corrects the ceiling on tax per cigar to \$3.
- Corrects the tax rate on alternative nicotine products to \$0.50 per ounce.
- Corrects a reference from “subsections” to “subsection.”

Enrolled Act: HEA 1088, Sec. 43

Code: IC 6-7-2-7.5

Effective date: July 1, 2026

- Corrects the tax rate on closed system cartridges to 30%.

Enrolled Act: HEA 1088, Sec. 44

Code: IC 6-9-18-3

Effective date: July 1, 2026

- Removes a reference to a missing subdivision (4).

Enrolled Act: HEA 1088, Sec. 55

Code: IC 8-2.1-22-27.5

Effective date: July 1, 2026

- Removes a stray “and” and “or” from the last time the statute was amended. Removes an “a” and replaces it with an “an.”

HEA 1161 – Local Government Matters

Enrolled Act: HEA 1161, Sec. 1

Code: IC 6-9-18-5

Effective date: July 1, 2026

- Clarifies that an individual who is appointed a member of the commission serves at the pleasure of the member's appointing authority as long as:
 - the officeholder who appointed the individual continues to hold the same office; or
 - the board, committee, or body that appointed the individual retains all of the same members who served on the board, committee, or body when the individual was appointed.
- If the above does not apply, the individual may only be removed for cause.

HEA 1177 – Child Care Assistance

Enrolled Act: HEA 1177, Sec. 1

Code: IC 6-3.1-39.5-1

Effective date: January 1, 2026 (Retroactive)

- Changes the definition of an “Indiana qualified child care facility” for purposes of the employer child care expenditure credit by removing the requirement that the facility be operated: by a taxpayer; by a taxpayer jointly with one or more other individuals or entities; or under a contract described in Section 45F(c)(1)(A)(iii) of the IRC with the taxpayer.

Enrolled Act: HEA 1177, Sec. 2

Code: IC 6-3.1-39.5-3

Effective date: January 1, 2026 (Retroactive)

- Changes the definition of a “qualified child care expenditure” for purposes of the employer child care expenditure credit by including expenditures incurred:
 - for the operating costs of an Indiana qualified child care facility under a contract between a taxpayer and an Indiana qualified child care facility;
 - for the operating costs of an Indiana qualified child care facility of a taxpayer that is operated for the taxpayer's employees, including costs related to training of

- employees, to scholarship programs, and to provide increased compensation to employees with higher levels of child care training;
- under a contract with an Indiana qualified child care facility to provide child care services to employees of the taxpayer, or under a contract with an intermediate entity that contracts with one or more Indiana qualified child care facilities for child care services; or
- under a contract to provide child care resources and referral services to an employee of the taxpayer.

Enrolled Act: HEA 1177, Sec. 3

Code: IC 6-3.1-39.5-5

Effective date: January 1, 2026 (Retroactive)

- Repeals the definition a “recapture event” for purposes of the employer child care expenditure credit.

Enrolled Act: HEA 1177, Sec. 4

Code: IC 6-3.1-39.5-7

Effective date: January 1, 2026 (Retroactive)

- Changes the definition of a “taxpayer” for purposes of the employer child care expenditure credit by increasing the threshold employees for the taxpayer from 100 individuals or less to 500 individuals or less.

Enrolled Act: HEA 1177, Sec. 5

Code: IC 6-3.1-39.5-12

Effective date: January 1, 2026 (Retroactive)

- Repeals the statute outlining recapture event procedures for purposes of the employer child care expenditure credit.

HEA 1200 – Bureau of Motor Vehicles

Enrolled Act: HEA 1200, Sec. 24

Code: IC 9-28-4-6

Effective date: July 1, 2026

- Provides that all payments for the renewal of a fleet of vehicles previously registered under the International Registration Plan are now due on or before the last day of the last month of the registration period preceding the period being renewed, instead of the fifteenth day of the last month.

HEA 1210 – Department of Local Government Finance

Enrolled Act: HEA 1210, Sec. 6

Code: IC 4-23-7.3-5.5

Effective date: July 1, 2026

- Defines “governmental boundary units” to include: the geographic boundaries of a political subdivision; the geographic boundaries of a taxing district (as defined by IC 6-1.1-1-20); and

any geographic boundaries related to the operation of the statewide 911 system under IC 36-8-16.7.

Enrolled Act: HEA 1210, Sec. 7

Code: IC 4-23-7.3-16

Effective date: July 1, 2026

- Requires state agencies and political subdivisions to cooperate and participate as requested by the state GIS officer to help integrate GIS data and framework data developed and maintained by state agencies and political subdivisions into the statewide base map.

Enrolled Act: HEA 1210, Sec. 10

Code: IC 4-33-13-2.5

Effective date: Upon Passage

- Repeals IC 4-33-13-2.5, which concerns the deposits of Gary riverboat graduated wagering tax revenue by DOR. It is replaced with a new disposition scheme by the state comptroller in IC 4-33-13-5 in SECTION 12 of this bill.

Enrolled Act: HEA 1210, Sec. 11

Code: IC 4-33-13-3

Effective date: Upon Passage

- Removes reference to IC 4-33-13-2.5, which was repealed in SECTION 10 of this bill.

Enrolled Act: HEA 1210, Sec. 99

Code: IC 6-2.5-5-29

Effective date: Upon Passage

- Revises the definition of a "manufactured home" for purposes of the sales tax exemption on manufactured homes to have the same meaning as set forth IC 9-13-2-96(a). It further specifies that the term includes a "mobile home" as defined in IC 9-13-2-103.2.

Enrolled Act: HEA 1210, Sec. 100

Code: IC 6-2.5-15-15.5

Effective date: July 1, 2026

- Requires that, in order to use the specific transaction award certificate issued by the Indiana economic development corporation, a qualified data center user (described below) must submit to the county treasurer or city fiscal officer, whichever enters into the agreement with the data center, an amount equal to not more than 1% of the state gross retail and use taxes not paid on the data center's total amount of electricity billed each calendar quarter continuing through the duration of the specific transaction award certificate.
- The requirement above applies to a qualified data center user that:
 - uses or will use qualified data center equipment in connection with a qualified data center for which a permit that:
 - authorizes the development, construction, or operation of the qualified data center in a local unit; and
 - is issued after June 30, 2026, by the local authority with jurisdiction over the local unit; and

- is issued a specific transaction award certificate with respect to the qualified data center after June 30, 2026.
- Requires that, upon request by a county treasurer or fiscal officer of a municipality, whichever enters into the agreement with the data center, the state department of revenue shall report the amount owed to the county treasurer or fiscal officer of a municipality of the jurisdiction in which the data center is located at the end of the data center company's taxable year.
- Permits the county or city to determine how the contributions will be allocated and for what purposes the contributions will be used.

Enrolled Act: HEA 1210, Sec. 101

Code: IC 6-3.1-34-18

Effective date: Upon Passage

- Provides that for purposes of the redevelopment tax credit, for an agreement with the Indiana economic development corporation as outlined below, the corporation shall not enforce any repayment provision relating to the awarded credit and shall amend the agreement to remove the repayment provision not later than June 30, 2026.
- Provides that the above applies retroactively and only to an agreement entered into under IC 6-3.1-34-17 that was executed on or before December 31, 2020, and that:
 - awards a redevelopment tax credit and an industrial recovery tax credit under IC 6-3.1-11 under the same agreement;
 - awards a credit under this chapter with a maximum amount of \$10,000,000;
 - states an estimated capital investment of at least \$250,000,000; and
 - is for a project in a county having a population of more than 350,000 and less than 400,000.

Enrolled Act: HEA 1210, Sec. 102

Code: IC 6-3.1-38-4

Effective date: January 1, 2026 (Retroactive)

- Clarifies that the credit limit for the health reimbursement arrangement credit per employee is the lesser of:
 - the amount contributed by the employer toward the health reimbursement arrangement during the taxable year; or
 - the following:
 - \$400 for the taxable year in which the employer establishes the health reimbursement arrangement.
 - \$200 for the taxable year that immediately follows the taxable year in which the employer establishes the health reimbursement arrangement.
 - \$0 for a taxable year following a taxable year thereafter.
- Clarifies that a qualified taxpayer may not claim a credit for a health reimbursement arrangement established in a taxable year beginning before January 1, 2024.

Enrolled Act: HEA 1210, Sec. 103

Code: IC 6-3.1-38-4.5

Effective date: January 1, 2026 (Retroactive)

- Provides that for a taxable year beginning after December 31, 2025, if a pass through entity is entitled to a health reimbursement arrangement credit, but does not have state tax liability

against which the tax credit may be applied, a shareholder, partner, or member of the pass through entity is entitled to a tax credit equal to:

- the tax credit determined for the pass through entity for the taxable year; multiplied by
- the percentage of the pass through entity's distributive income to which the shareholder, partner, or member is entitled.

Enrolled Act: HEA 1210, Sec. 104

Code: IC 6-3.1-38-7

Effective date: January 1, 2026 (Retroactive)

- Revises the \$10,000,000 health reimbursement arrangement credit to be per calendar year instead of per taxable year or state fiscal year.
- Clarifies that the claim of a credit resulting from a pass through entity shall be considered to be filed when the pass through entity files a return for the taxable year.
- Provides that for purposes of calculating the amount of tax credits granted in a calendar year, in the case of a taxpayer for whom some amount of the credit claimed must be carried over, the taxpayer is considered to have filed a claim for the full amount allowable to the taxpayer.

Enrolled Act: HEA 1210, Sec. 105

Code: IC 6-3.6-1-1.5

Effective date: July 1, 2028

- Pushes the expiration date of this statute to July 1, 2029, instead of July 1, 2028.

Enrolled Act: HEA 1210, Sec. 106

Code: IC 6-3.6-1-3

Effective date: July 1, 2028

- Pushes the expiration date of this statute to July 1, 2029, instead of July 1, 2028.

Enrolled Act: HEA 1210, Sec. 107

Code: IC 6-3.6-2-2

Effective date: January 1, 2029

- Clarifies that for purposes of the definition of "adjusted gross income" for resident local taxpayers of Perry County, it also applies to a resident of a municipality located in Perry County in the case of a local income tax imposed under IC 6-3.6-6-22.

Enrolled Act: HEA 1210, Sec. 108

Code: IC 6-3.6-2-7.4

Effective date: Upon Passage

- Pushes the expiration date of this statute to July 1, 2029, instead of July 1, 2028.

Enrolled Act: HEA 1210, Sec. 109

Code: IC 6-3.6-2-13

Effective date: January 1, 2029

- Clarifies that while the definition of "local taxpayer" includes an individual who maintains the taxpayer's principal place of business or employment in that county on the date specified in IC 6-3.6-8-3 and who does not reside on that same date in another county in Indiana in which a

tax under this article is in effect, it does apply for purposes of a local income tax imposed by a county under IC 6-3.6-6-2(b)(4).

- Clarifies that the definition of "local taxpayer" includes an individual who has income apportioned to Indiana as a team member under IC 6-3-2-2.7 or a race team member under IC 6-3-2-3.2 for services rendered in a municipality in the case of a local income tax imposed under IC 6-3.6-6-22, and as it relates to a particular municipality in the case of a local income tax imposed under IC 6-3.6-6-22.

Enrolled Act: HEA 1210, Sec. 110

Code: IC 6-3.6-2-15

Effective date: January 1, 2029

- Clarifies that for purposes of the definition of "resident local taxpayer," the term means an individual who resides in the part of the county for which the county may impose a rate under IC 6-3.6-6-2(b)(4) on the date specified in IC 6-3.6-8-3 for purposes of a local income tax rate imposed by a county under IC 6-3.6-6-2(b)(4).

Enrolled Act: HEA 1210, Sec. 111

Code: IC 6-3.6-2-16.5

Effective date: July 1, 2026

- Creates a definition of "state GIS officer," which has the meaning set forth in IC 4-23-7.3-10.

Enrolled Act: HEA 1210, Sec. 112

Code: IC 6-3.6-3-2

Effective date: July 1, 2026

- Provides that not later than July 1 of each calendar year, the county auditor shall certify to the department of local government finance and to the state GIS officer which taxing units comprise each taxing district in the county.
- Remove the option for an adopting body or other governmental entity to submit a proposed notice, ordinance, or resolution to the department of local government finance for review not later than 30 days prior to the date that the adopting body or governing body intends to submit the notice, adopting ordinance or resolution, and vote results on an ordinance or resolution.

Enrolled Act: HEA 1210, Sec. 113

Code: IC 6-3.6-3-2.5

Effective date: July 1, 2027

- Defines "debt service obligations" within this section to refer to:
 - the principal and interest payable during a calendar year on bonds;
 - lease rental payments payable during a calendar year on leases; and
 - any amount required under an agreement for bonds or leases to be deposited in a sinking fund or other reserve during a calendar year;
- of a county, city, or town payable from local income taxes.
- Requires that before August 1 of each calendar year, the fiscal officer of each county, city, and town to provide the department of local government finance with the total amount of the county's, city's, or town's debt service obligations payable from local income tax revenues that will be due in the ensuing calendar year and, upon request by the department of local governing finance, any additional ensuing calendar years.

- Requires the department of local government finance to annually determine whether each county, city, or town with debt service obligations due in the ensuing year has timely submitted to the department of local government finance the information required above.

Enrolled Act: HEA 1210, Sec. 114

Code: IC 6-3.6-3-3

Effective date: July 1, 2028

- Pushes the expiration date of subsection (b) of this statute to December 31, 2028, instead of December 31, 2027.

Enrolled Act: HEA 1210, Sec. 115

Code: IC 6-3.6-3-4

Effective date: July 1, 2028

- Pushes the expiration date of local income tax expenditure tax rates imposed in a county under IC 6-3.6-6 forward one year, so that after December 31, 2028, they expire only if the adopting body adopts an ordinance to renew the expenditure tax rate beginning January 1, 2029, instead of January 1, 2028.
- Provides that if there are bonds or leases outstanding that are payable from a tax imposed under IC 6-3.6-6, the expenditure tax rate for the county beginning January 1, 2029, under IC 6-3.6-2(b)(1) shall be at least the minimum tax rate necessary to produce 1.25 times the sum of the:
 - highest annual outstanding debt service;
 - highest annual lease payments; and
 - any amount required under the agreements for the bonds or leases to be deposited in a sinking fund or other reserve;
- but only until the maturity date of those debt obligations.
- Pushes the required adoption date of ordinances for local income tax expenditure tax rates to October 1, 2028, instead of October 1, 2027. Also pushes back the beginning date for adopting bodies failing to adopt an ordinance to continue an expenditure tax rate after December 31, 2028, from adopting an ordinance under this article to impose, renew, or modify an expenditure tax rate under IC 6-3.6-6 beginning January 1, 2030, or any year thereafter, instead of January 1, 2029.

Enrolled Act: HEA 1210, Sec. 116

Code: IC 6-3.6-3-5

Effective date: Upon Passage

- Pushes the expiration date of subsection (c) of this statute to May 31, 2028, instead of May 31, 2027.

Enrolled Act: HEA 1210, Sec. 117

Code: IC 6-3.6-3-5

Effective date: July 1, 2028

- Makes technical corrections to IC 6-3.5-3-5.

Enrolled Act: HEA 1210, Sec. 118

Code: IC 6-3.6-3-6

Effective date: Upon Passage

- Pushes the expiration date of subsections (e) and (g) of this statute to May 31, 2028, instead of May 31, 2027.

Enrolled Act: HEA 1210, Sec. 119

Code: IC 6-3.6-3-8

Effective date: Upon Passage

- Pushes the expiration date of subsections (e) through (h) of this statute to May 31, 2028, instead of May 31, 2027.

Enrolled Act: HEA 1210, Sec. 120

Code: IC 6-3.6-3-9.5

Effective date: Upon Passage

- Pushes the expiration date of this statute to May 31, 2028, instead of May 31, 2027.

Enrolled Act: HEA 1210, Sec. 121

Code: IC 6-3.6-3-12

Effective date: July 1, 2028

- Creates a new statute that applies to an ordinance adopted under this article after June 30, 2028.
- Provides that with regards to an ordinance adopted between January 1 and August 2 of a calendar year or October 2 and December 31 of a calendar year, if an adopting body adopts an ordinance to impose a local income tax under:
 - IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4);
 - IC 6-3.6-6-22; or
 - IC 6-3.6-7;
- that exceeds the applicable maximum tax rate or applicable maximum aggregate tax rate allowable pursuant to IC 6-3.6-6-2, IC 6-3.6-6-22, or IC 6-3.6-7, the department of local government finance shall notify the adopting body and county fiscal officer or municipal fiscal officer, as applicable, not later than 30 days after the adopting body submits the ordinance and information required under IC 6-3.6-6-2 that one or more tax rates exceed the maximum allowable tax rate.
- Provides that with regards to an ordinance adopted between January 1 and August 2 of a calendar year or October 2 and December 31 of a calendar year, the adopting body may adopt an ordinance correcting the applicable tax rate or tax rates not later than 30 days after receiving a notification above from the department of local government finance. Further provides the following apply to an ordinance adopted:
 - Any statutory requirements for an ordinance that otherwise apply to an ordinance adopted under this article to impose a local income tax rate also apply to an ordinance adopted under this subsection.
 - If the tax rate or tax rates adopted in an ordinance adopted under this subsection still exceed a maximum allowable tax rate or maximum allowable aggregate tax rate, the ordinance adopted under this subsection shall be considered void and treated as if the adopting body did not adopt any additional ordinance under this subsection.
 - An ordinance adopted under this subsection has the same effective date as the initial ordinance described above.
- Provides that if an adopting body adopting an ordinance between August 3 and October 1 of a calendar year to impose a local income tax that exceeds a maximum allowable tax rate or rates,

fails to adopt an ordinance correcting the applicable tax rate or tax rates as provided above, or, the ordinance is voided as provided above, the tax rate or rates will be reduced according to the following:

- If a tax rate or tax rates imposed pursuant to IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4), IC 6-3.6-6-22, or IC 6-3.6-7 exceed the maximum allowable rate specified in IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(4), IC 6-3.6-6-22, or IC 6-3.6-7, the tax rate or tax rates that exceed the maximum allowable rate shall be reduced to the maximum allowable rate without further action by the adopting body.
- If the aggregate tax rates imposed pursuant to IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(3) exceed the maximum allowable aggregate rate in IC 6-3.6-6-2(c), the tax rates shall be reduced without any further action by the adopting body according to the following:
 - Any portion of the aggregate tax rate that exceeds the maximum allowable rate shall first be applied by reducing the tax rate imposed under IC 6-3.6-6-2(b)(1), but may not reduce the rate below the tax rate otherwise required under IC 6-3.6.
 - Any remaining portion of the aggregate tax rate that exceeds the maximum allowable rate after the reduction in clause (A) shall be applied to reduce the tax rates imposed under IC 6-3.6-6-2(b)(2) and IC 6-3.6-6-2(b)(3) in proportion to the total rates imposed under IC 6-3.6-6-2(b)(2) and IC 6-3.6-6-2(b)(3).
- If the tax rate or rates exceed both the maximum allowable rate specified in IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(3) and the maximum allowable aggregate tax rate in IC 6-3.6-6-2(c), the tax rates shall first be reduced in the manner set forth in the first part before application of the reduction manner set forth in the second part.
- Any tax rate reduction as described here has the same effective date as the initial ordinance described in IC 6-3.6-3-12(b).

Enrolled Act: HEA 1210, Sec. 122

Code: IC 6-3.6-3-13

Effective date: Upon Passage

- Provides that the following apply beginning March 1, 2026:
 - Each county may, prior to October 1, 2026, convene a Municipal Unit Strategic Taskforce (MUST) with one representative from the county council and each city and town fiscal officer in the county to negotiate and determine through unanimous support a local income tax distribution agreement as it pertains to the county's maximum local income tax rates under IC 6-3.6-6-2(b)(1) and IC 6-3.6-6-2(b)(4). The committee may not include representatives from the fire protection and emergency medical services as defined in IC 6-3.6-6-4.3 and nonmunicipal civil taxing units as defined in IC 6-3.6-6-0.5.
 - If the MUST determines a local income tax distribution agreement under the above, the county shall send the local income tax distribution agreement to the department of local government finance. The department of local government finance shall compile a report of all local income tax distribution agreements and submit the report to the legislative council in an electronic format under IC 5-14-6 prior to December 1, 2026.

Enrolled Act: HEA 1210, Sec. 123

Code: IC 6-3.6-5-7

Effective date: July 1, 2028

- Pushes the expiration date of IC 6-3.6-5 to December 31, 2028, instead of December 31, 2027.

Enrolled Act: HEA 1210, Sec. 124

Code: IC 6-3.6-6-2

Effective date: July 1, 2028

- Clarifies that in the case of a team member or race team member described in IC 6-3.6-2-13(3), the total tax expenditure rate is on the adjusted gross income earned as a team member or race team member in the county.
- Provides that the adopting body shall identify in the ordinance each taxing district in which the 1.2% tax rate for municipal services is imposed.
- Clarifies that for an adopted 1.2% tax rate for municipal services, in addition to only being permitted to be imposed on taxpayers who do not reside in a municipality that is eligible to adopt a municipal tax rate under IC 6-3.6-6-22, the municipality must not have made an election under IC 6-3.6-6-23(b)(3). Further provides that in the case of a team member or race team member described in IC 6-3.6-2-13(3), the tax rate for municipal services may only be imposed on services performed as a team member or race team member at a location if the county could impose the tax rate on an individual residing at that location.
- Changes the date for the expiration of rates from December 31, 2030, to December 31, 2031. A rate adopted under this section expires each year after 2031.
- Provides that, notwithstanding any provision of IC 6-3.6, if there are bonds, leases, or other obligations payable from a tax imposed under subsection (b)(1) or (b)(4) of this statute (the 1.2% for general purpose revenue for county services and 1.2% tax rate for municipal services, respectively), the expenditure tax rate for the county under those subsections for a calendar year shall be the minimum tax rate necessary to produce 1.25 times the sum of the:
 - highest annual outstanding debt service;
 - highest annual lease payments; and
 - any amount required under the agreements for the bonds or leases to be deposited in a sinking fund or other reserve;
- for the calendar year payable from the applicable component rate.

Enrolled Act: HEA 1210, Sec. 125

Code: IC 6-3.6-6-3

Effective date: July 1, 2026

- Provides that revenue raised from taxes imposed under this chapter may be distributed as follows:
 - If an ordinance described in IC 6-3.6-6-2.9 (before its repeal) is in effect in a county, to make a distribution to the county equal to the amount of revenue generated by the rate imposed under IC 6-3.6-6-2.9.
 - If an ordinance described in IC 6-3.6-6-3.1 (before its expiration) is in effect in a county, to make a distribution to the county equal to the amount of revenue generated by the rate imposed under IC 6-3.6-6-3.1.

Enrolled Act: HEA 1210, Sec. 126

Code: IC 6-3.6-6-3.1

Effective date: July 1, 2025 (Retroactive)

- Pushes back the date that a tax can be imposed under this section to before January 1, 2029 (from 2028), expiring after December 31, 2028 (from 2027).

- Pushes the expiration date of this statute to January 1, 2029, instead of January 1, 2028.

Enrolled Act: HEA 1210, Sec. 127

Code: IC 6-3.6-6-4

Effective date: July 1, 2028

- Removes the ability of a county fiscal body to use the 1.2% tax for general purpose revenue for county services homestead property tax credits to fund replacement of the county's property tax levy.

Enrolled Act: HEA 1210, Sec. 128

Code: IC 6-3.6-6-4.3

Effective date: July 1, 2028

- Repeals the allocation formula for revenue raised from a tax rate for fire protection and emergency medical services under IC 6-3.6-6-2(b)(2) for each fire protection district, fire protection territory, municipal fire department, and, if applicable, township fire departments and volunteer fire departments.
- Replaces the above formula with the following allocation provisions:
 - Permits the county to determine the allocation method for revenue raised from a tax rate for fire protection or emergency medical services under IC 6-3.6-6-2(b)(2). However, in determining the allocation method, the county is required, for each provider of fire protection, emergency medical services, or both in the county, to consider the service boundaries of the provider and the population living within the service boundaries of the provider using the most recent federal decennial census.
 - Provides that if at least 50% of fire runs made by a township fire department during the calendar year preceding by two years the calendar year in which distribution amounts are being determined are carried out by full-time firefighters who receive a salary of at least \$30,000, the county shall distribute an allocation of revenue to the township fire department under this section.
 - Provides that in the case of a county that provides fire protection, emergency medical services, or both in part of the county, but not the entire county, only the part of the county in which the county provides the fire protection, emergency medical services, or both are considered within the service boundaries for the county.
- Stipulates that for purposes of a distribution described in this statute, a distribution to a:
 - fire protection territory shall be made to the provider unit of the fire protection territory; and
 - volunteer fire department shall be made to the taxing unit that is served by the volunteer fire department.
- Permits a county to determine an estimated population based on income tax returns that report a residence located within the service boundaries of the provider the population living within the service boundaries of a provider if the population cannot be determined using data from the United States Census Bureau. Requires the county auditor to provide the estimated population to the department of local government finance not later than July 15 of the calendar year that precedes the calendar year before the year in which the distribution is made. If the county auditor does not provide an estimated population, the department of local government finance may use the most recent estimated population provided by the county auditor or DOR.

Enrolled Act: HEA 1210, Sec. 129

Code: IC 6-3.6-6-4.5

Effective date: July 1, 2028

- Changes references to various subsections within this statute based on amendments to this statute in this SECTION.
- Requires a nonmunicipal civil taxing unit adopting a resolution requesting the distribution from the county to provide a certified copy of the resolution to the state board of accounts, in addition to the already required adopting body.
- Permits a county to determine an estimated population based on income tax returns that report a residence located within the boundaries of the nonmunicipal civil taxing units if the population living within one or more nonmunicipal civil taxing units cannot be determined using data from the United States Census Bureau. Requires the county auditor to provide the estimated population to the department of local government finance no later than July 15 of the calendar year that precedes the calendar year before the year in which the distribution is made. If the county auditor does not provide an estimated population under this subsection, the department of local government finance may use the most recent estimated population provided by the county auditor or DOR.

Enrolled Act: HEA 1210, Sec. 130

Code: IC 6-3.6-6-6.1

Effective date: July 1, 2028

- Creates an enumerated distribution formula for revenue raised from a tax rate for certain cities and towns under IC 6-3.6-6-2(b)(4).
- Removes language providing that the revenue raised from a tax rate under IC 6-3.6-6-2(b)(4) shall be allocated to the cities and towns based on the population of the city or the population of the town, whichever is applicable, compared to the population of all the cities or the population of all the towns, whichever is applicable, that are eligible for a distribution.
- Requires a nonmunicipal civil taxing unit adopting a resolution requesting the distribution from the county must provide a certified copy of the resolution to the state board of accounts, in addition to the already required adopting body.
- Changes references to various subsections within this statute based on amendments to this statute in this SECTION.
- Provides that the county may retain all of the revenue raised from a tax rate for that year if no eligible city or town adopts a resolution to request a distribution in a given year.
- Permits the county to use any money received under this section for the purposes described in IC 6-3.6-6-4.
- Repeals language providing that if one or more, but not all, eligible cities or towns adopt a resolution requesting a distribution in a given year, the county may either distribute the total amount of revenue raised from the tax rate under IC 6-3.6-6-2(b)(4) to only those eligible cities or towns that have provided a resolution request, or the county may distribute the total amount of revenue raised from a tax rate under IC 6-3.6-6-2(b)(4) to all eligible cities or towns.
- Repeals language providing for revenue retention when an adopting body that imposes a tax rate IC 6-3.6-6-2(b)(1) of this chapter subsequently adopts an ordinance to concurrently impose a tax rate under (b)(4).

Enrolled Act: HEA 1210, Sec. 131

Code: IC 6-3.6-6-21.3

Effective date: July 1, 2028

- Pushes back the date of references to the expiration of IC 6-3.6-6-3(a)(1) to July 1, 2028, instead of July 1, 2027.

Enrolled Act: HEA 1210, Sec. 132

Code: IC 6-3.6-6-22

Effective date: July 1, 2028

- Pushes back the date that the fiscal body of a municipality may by ordinance impose a local income tax rate on the adjusted gross income of local taxpayers in the municipality that does not exceed 1.2% to December 31, 2028, instead of December 31, 2027.
- Clarifies that a local income tax rate imposed by a municipality shall apply to team members and race team members described in IC 6-3.6-2-13(3) on the income derived from services performed as a team member or race team member in the municipality, concurrently repealing language saying it applied to professional athletes who compete in the municipality, unless exempted under IC 6-3-2-27.5 or other provision of law.
- Changes the date for the expiration of rates from December 31, 2030, to December 31, 2031. A rate adopted under this section expires each year after 2031.
- Requires a municipality that imposes a local income tax rate under this section to work with the county to provide the geographic information prescribed by the state GIS officer to the state GIS officer. The required information must be submitted to the state GIS officer in the manner prescribed by the state GIS officer not later than August 1 each year.

Enrolled Act: HEA 1210, Sec. 133

Code: IC 6-3.6-6-23

Effective date: July 1, 2028

- Pushes back to 2032 (from 2030) the date in which a city or town whose population decreases to below 3,500 to adopt an ordinance to continue to use the population from the prior federal decennial census for purposes of the county tax rate and distribution under IC 6-3.6-6.
- Repeals language allowing cities or towns whose population increases from a population of less than 3,500, as reported by the immediately preceding federal decennial census, to a population of 3,500 or more, as reported by the most recent federal decennial census, or, if applicable, any corrected population count (as defined in IC 1-1-3.5-1.5) issued for the city or town in the year succeeding the most recent federal decennial census to adopt an ordinance to continue to use the population from the prior federal decennial census.
- Changes the date that the ordinance needs to be adopted, from immediately succeeding the most recent federal decennial census to two years after the census.
- Removes the 7,000 maximum population cap for any city or town with a population of 3,500 or more to adopt an ordinance to be treated as a city or town with a population of 3,500 or less for purposes of the county tax rate and distribution under IC 6-3.6-6.

Enrolled Act: HEA 1210, Sec. 134

Code: IC 6-3.6-7-0.5

Effective date: January 1, 2029

- Provides that, for taxable years beginning after December 31, 2028, a tax rate imposed by a county under IC 6-3.6-7 may be imposed on a local taxpayer only if the county could impose the tax rates in IC 6-3.6-6-2(b)(1) through IC 6-3.6-6-2(b)(3) on the local taxpayer.

Enrolled Act: HEA 1210, Sec. 135

Code: IC 6-3.6-7-9

Effective date: July 1, 2028

- Requires the Hancock County fiscal body to adopt a resolution to allow a one time transfer to be made after December 31, 2028, but not later than July 1, 2029, of money from the library property tax replacement fund in an amount equal to the balance of the fund as of December 31, 2028, to be allocated between the:
 - Hancock County Public Library for deposit in the general fund; and
 - Fortville Public Library for deposit in the general fund.
- Requires the amount to be allocated between the Hancock County Public Library and Fortville Public Library based on each library's proportional share of the population in each library district compared to the total population in both library districts, based on the most recent federal decennial census.
- Stipulates that after the county fiscal body adopts a resolution, before the transfer may be made, and not later than July 1, 2029, the Hancock County Public Library and Fortville Public Library shall each adopt a substantially similar resolution requesting that the transfer be made and provide certified copies to the county fiscal body. Requires the county fiscal body to make the transfer upon receiving the certified copies.

Enrolled Act: HEA 1210, Sec. 136

Code: IC 6-3.6-7-14

Effective date: Upon Passage

- Provides that the Marshall County jail fund shall only be used for costs otherwise incurred for the operation of the county jail, in addition to the already mandated maintenance of a jail facility.

Enrolled Act: HEA 1210, Sec. 137

Code: IC 6-3.6-7-27

Effective date: January 1, 2028

- Removes the stipulation that local income tax revenues to fund a public transportation project under IC 8-25 be attributable to an additional tax rate imposed under IC 6-3.6-6.
- Removes the stipulation that the tax rate under this statute may not exceed tax rate specified in IC 6-3.6-6-2 "when combined with the tax rate under IC 6-3.6-6," instead providing that the tax rate under this statute may not be considered for purposes of determining the maximum allowable exceed tax rate specified in IC 6-3.6-6-2.

Enrolled Act: HEA 1210, Sec. 138

Code: IC 6-3.6-8-3

Effective date: July 1, 2026

- Clarifies the rules for treating an individual a resident of the county in which the individual, by giving the option that they spend more (instead of the majority) of the individual's time in Indiana during the tax year in question compared to any other county.

Enrolled Act: HEA 1210, Sec. 139

Code: IC 6-3.6-8-3

Effective date: January 1, 2029

- Clarifies the rules for treating an individual a resident of the county in which the individual, by giving the option that they spend more (instead of the majority) of the individual's time in Indiana during the tax year in question compared to any other county.
- Provides that in determining residency for purposes of a local income tax imposed under IC 6-3.6-6-2(b)(4) or IC 6-3.6-6-22, the following apply:
 - The criteria in subsection (a)(1) through (a)(4) of this statute must be applied to municipalities and the parts of a county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4).
 - If an individual meets the criteria in subsection (a)(1) through (a)(3) of this statute for an area in the county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4), the individual is considered a resident of that area of the county and is subject to a tax rate imposed under IC 6-3.6-6-2(b)(4).
 - If an individual is a resident of the county pursuant to subsection (a)(4) of this statute, the:
 - time spent in all areas within the county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4) shall be aggregated; and
 - determination of the individual's residence within the county shall be determined solely by the time spent in the municipality (or part of the county) and the parts of a county in which the county may impose a tax rate under IC 6-3.6-6-2(b)(4).

Enrolled Act: HEA 1210, Sec. 140

Code: IC 6-3.6-8-7

Effective date: January 1, 2029

- Clarifies that for purposes of the definition of "adjusted gross income" for resident local taxpayers of Perry County, it also applies to a resident of a municipality located in Perry County in the case of a local income tax imposed under IC 6-3.6-6-22.

Enrolled Act: HEA 1210, Sec. 141

Code: IC 6-3.6-9-1

Effective date: July 1, 2028

- Pushes back the expiration of this statute to December 31, 2028, instead of December 31, 2027.

Enrolled Act: HEA 1210, Sec. 142

Code: IC 6-3.6-9-5

Effective date: July 1, 2028

- Provides that, with regards to a distribution under IC 6-3.6-6-4.3 of tax revenue raised from a local income tax rate for fire protection and emergency medical services, each provider of fire protection and emergency medical services located within a county shall certify to the department of local government finance the boundaries of the service area within the county served by the provide before the department of local government finance may certify a distribution. Further stipulates that if a provider does not certify the provider's service area to the department of local government finance, the department of local government finance shall use the most recent certified net assessed valuation submitted by the county auditor pursuant to IC 6-1.1-17-1 for the taxing unit served by the provider to determine the service boundaries for the provider. For purposes of the above, the service boundaries of a provider may not include any area served under a mutual aid agreement.

Enrolled Act: HEA 1210, Sec. 143

Code: IC 6-3.6-9-10

Effective date: July 1, 2028

- Pushes back the expiration of a subdivision in this statute to July 1, 2029, instead of July 1, 2028.

Enrolled Act: HEA 1210, Sec. 144

Code: IC 6-3.6-9-12

Effective date: July 1, 2028

- Pushes back the expiration of the 1/12 county certified distribution from its trust account to January 1, 2029, instead of January 1, 2028.
- Pushes back the start of the 1/12 county certified distribution from the state and local income tax holding account to December 31, 2028, instead of December 31, 2027.

Enrolled Act: HEA 1210, Sec. 145

Code: IC 6-3.6-9-13

Effective date: July 1, 2028

- Pushes back the expiration of this statute to December 31, 2028, instead of December 31, 2027.

Enrolled Act: HEA 1210, Sec. 146

Code: IC 6-3.6-9-17.5

Effective date: July 1, 2028

- Pushes back the start from December 31, 2028, instead of December 31, 2027, for the county's certified distribution amount for 2029 (instead of 2028) to be maintained in the accounting for the county under IC 6-3.6-9-21 and transferred as set forth in that statute.

Enrolled Act: HEA 1210, Sec. 147

Code: IC 6-3.6-9-21

Effective date: July 1, 2028

- Pushes back the start from December 31, 2028, instead of December 31, 2027, for any undistributed amounts maintained by the state budget agency for each county to be held for purposes of the state and local income tax holding account.
- Pushes back to 2029 (instead of 2028) for the state budget agency to transfer tax amounts to the state and local income tax holding account.
- Pushes back to 2029 (instead of 2028) for the state budget agency to withhold a specified amount for counties imposing a tax rate under IC 6-3.6-6-2 or a municipality that imposes a tax rate under IC 6-3.6-6-22.

Enrolled Act: HEA 1210, Sec. 148

Code: IC 6-3.6-10-9

Effective date: May 10, 2025 (Retroactive)

- Pushes back the expiration of this statute to July 1, 2028, instead of July 1, 2027.

Enrolled Act: HEA 1210, Sec. 149

Code: IC 6-3.6-11-3

Effective date: July 1, 2028

- Pushes back the expiration of this statute to July 1, 2031, instead of July 1, 2028.
- Pushes back the expiration of any ordinances adopted under subsection (b) of this statute to December 31, 2028, instead of December 31, 2027.

Enrolled Act: HEA 1210, Sec. 155

Code: IC 6-6-6.5-13

Effective date: January 1, 2026 (Retroactive)

- Adds parentheses to references to IC 6-1.1-12-13 clarifying the property tax deduction under that statute applies before its expiration.

Enrolled Act: HEA 1210, Sec. 156

Code: IC 6-6-6.5-21

Effective date: January 1, 2027

- Removes reference that money allocated to a taxing district shall be apportioned and distributed among the taxing units of that taxing district “in the same manner” that the property taxes are apportioned and distributed.

Enrolled Act: HEA 1210, Sec. 161

Code: IC 6-9-1-2

Effective date: July 1, 2026

- Provides that the special funds board of managers of St. Joseph County must also contain a member appointed by the city executive of each city within the county (other than Mishawaka and South Bend, which already statutorily have members), which are in addition to the 11 members required by statute.

Enrolled Act: HEA 1210, Sec. 162

Code: IC 6-9-2.5-2

Effective date: July 1, 2026

- Provides that the convention and visitor commission of Vanderburgh County must also contain a member appointed by the city executive of each city within the county (other than Evansville, which already statutorily has members), which are in addition to the seven members required by statute.

Enrolled Act: HEA 1210, Sec. 163

Code: IC 6-9-3-1

Effective date: July 1, 2026

- Provides that the special funds board of managers of Clark and Floyd Counties must also contain a member appointed by the city executive of each city within the county (other than New Albany and Jeffersonville, which already statutorily have members), which are in addition to the 13 members required by statute.

Enrolled Act: HEA 1210, Sec. 164

Code: IC 6-9-4-2

Effective date: July 1, 2026

- Provides that the convention and visitor commission of Monroe County must also contain a member appointed by the city executive of each city within the county, which are in addition to the five members required by statute.

Enrolled Act: HEA 1210, Sec. 165

Code: IC 6-9-6-2

Effective date: July 1, 2026

- Provides that the special funds board of managers of LaPorte County must also contain a member appointed by the city executive of each city within the county (other than La Porte and Michigan City, which already statutorily have members), which are in addition to the nine members required by statute.

Enrolled Act: HEA 1210, Sec. 166

Code: IC 6-9-7-2

Effective date: July 1, 2026

- Provides that the convention and visitor commission of Tippecanoe County must also contain a member appointed by the city executive of each city within the county (other than Lafayette and West Lafayette, which already statutorily have members), which are in addition to the 10 members required by statute.

Enrolled Act: HEA 1210, Sec. 167

Code: IC 6-9-9-3

Effective date: July 1, 2026

- Provides that the convention and visitor bureau in Allen County must include a member appointed by the city executive of each city within the county.
- Provides that beginning after December 31, 2048, a tax rate imposed under IC 6-9-9 may not exceed 5%. The portion of the tax rate imposed that exceeds 5% shall expire January 1, 2049.

Enrolled Act: HEA 1210, Sec. 168

Code: IC 6-9-9-5

Effective date: July 1, 2026

- Provides that the Allen County treasurer shall transfer 2% of the amount of money received from the rate established under IC 6-9-9-3 to the fiscal officer of each city in the county with a population of more than 15,000 and less than 200,000 based on the population of the most recent decennial census in the city.
- Further provides that the fiscal officer of each city described above shall establish a municipal tourism capital fund, and shall deposit in the fund all money received by the city under this statute. The city fiscal body shall administer the fund. The city may not establish a tourism board or similar entity for any purposes of the fund and the city fiscal body shall have sole authority regarding the use of money in the fund as set forth below.
- Requires that money in the fund may be used only for capital projects for tourism related purposes as determined by the city fiscal body. The city fiscal body may issue bonds, enter into leases, or incur other obligations for the purposes of this subsection.
- Stipulates that money transferred to a city as outlined above shall not be used by the city for tourism marketing, tourism promotion, or tourism planning purposes.

Enrolled Act: HEA 1210, Sec. 169

Code: IC 6-9-10-2

Effective date: July 1, 2026

- Provides that the board of managers of Wayne County must also contain a member appointed by the city executive of each city within the county (other than Richmond, which already statutorily has members), which are in addition to the seven members required by statute.

Enrolled Act: HEA 1210, Sec. 170

Code: IC 6-9-10.5-9

Effective date: July 1, 2026

- Provides that the commission of White County under this statute must also contain a member appointed by the city executive of each city within the county (other than Monticello, which already statutorily has members), which are in addition to any other members required by statute.

Enrolled Act: HEA 1210, Sec. 171

Code: IC 6-9-11-2

Effective date: July 1, 2026

- Provides that the convention and visitor commission of Vigo County must also contain a member appointed by the city executive of each city within the county (other than Terre Haute, which already statutorily has members), which are in addition to the five members required by statute.

Enrolled Act: HEA 1210, Sec. 172

Code: IC 6-9-14-2

Effective date: July 1, 2026

- Provides that the convention and visitors commission of Brown County must also contain a member appointed by the city executive of each city within the county, which are in addition to the five members required by statute.

Enrolled Act: HEA 1210, Sec. 173

Code: IC 6-9-15-2

Effective date: July 1, 2026

- Provides that the board of managers of Jefferson County must also contain a member appointed by the city executive of each city within the county (other than Madison, which already statutorily has members), which are in addition to the seven members required by statute.

Enrolled Act: HEA 1210, Sec. 174

Code: IC 6-9-17-5

Effective date: July 1, 2026

- Provides that visitor and convention commission of Madison County must also contain a member appointed by the city executive of each city within the county (other than Anderson, which already statutorily has members), which are in addition to the seven members required by statute.

Enrolled Act: HEA 1210, Sec. 175

Code: IC 6-9-18-3

Effective date: July 1, 2026

- Permits DeKalb and Noble Counties to increase their innkeeper's tax rate to 8% after June 30, 2026. However, the tax rate imposed in DeKalb or Noble County that exceeds 5% shall expire before January 1, 2049, and beginning after December 31, 2048, the tax rate may not exceed 5%.

Enrolled Act: HEA 1210, Sec. 176

Code: IC 6-9-18-5

Effective date: July 1, 2026

- Provides that commissions to promote the development and growth of the convention, visitor, and tourism industry in counties adopting an innkeeper's tax under the uniform innkeeper's tax chapter must also include a member appointed by the city executive of each city within the county (other than the municipalities already granted members statutorily), which are in addition to the members determined by the county elsewhere in the statute. However, this requirement does not apply to Porter County.

Enrolled Act: HEA 1210, Sec. 177

Code: IC 6-9-19-5

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention and visitor industry of Elkhart County must also include a member appointed by the city executive of each city within the county, which are in addition to the seven members required by statute.

Enrolled Act: HEA 1210, Sec. 178

Code: IC 6-9-29-1.4

Effective date: July 1, 2026

- Defines "city" for purposes of IC 6-9 to mean a first class city, second class city, or third class city as classified under IC 36-4-1-1.

Enrolled Act: HEA 1210, Sec. 179

Code: IC 6-9-32-3

Effective date: July 1, 2026

- Permits Jackson County to increase their innkeeper's tax rate to 8% after June 30, 2026. However, the tax rate imposed that exceeds 5% shall expire before January 1, 2049, and beginning after December 31, 2048, the tax rate may not exceed 5%.

Enrolled Act: HEA 1210, Sec. 180

Code: IC 6-9-32-5

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Jackson County must also include a member appointed by the city executive of each city within the county (other than the municipalities already granted members statutorily), which are in addition to the members determined by the county elsewhere in the statute.

Enrolled Act: HEA 1210, Sec. 181

Code: IC 6-9-37-5

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Hendricks County must also include a member appointed by the city executive of each city within the county (other than the municipalities already granted members statutorily), which are in addition to the members determined by the county elsewhere in the statute.

Enrolled Act: HEA 1210, Sec. 182

Code: IC 6-9-45.5-13

Effective date: July 1, 2025 (Retroactive)

- Repeals the exemption from the historic hotels food and beverage tax for transactions that are subject to the Orange County food and beverage tax. This is to match the repeal made during the 2025 legislative of similar exemption from the Orange County food and beverage tax perspective in IC 6-9-47.5-4.

Enrolled Act: HEA 1210, Sec. 183

Code: IC 6-9-53-7

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Knox County must also include a member appointed by the city executive of each city within the county (other than the municipalities already granted members statutorily), which are in addition to the members determined by the county elsewhere in the statute.

Enrolled Act: HEA 1210, Sec. 184

Code: IC 6-9-56-1

Effective date: July 1, 2026

- Adds parentheses to a reference to the Hamilton County convention, visitor, and tourism promotion fund clarifying it applies before its repeal.

Enrolled Act: HEA 1210, Sec. 185

Code: IC 6-9-56-3

Effective date: July 1, 2026

- Clarifies that the Hamilton County innkeeper's 8% tax rate expires before January 1, 2049, and beginning after December 31, 2048, the tax rate may not exceed 5%.

Enrolled Act: HEA 1210, Sec. 186

Code: IC 6-9-56-4

Effective date: July 1, 2026

- Adds parentheses to a reference to the Hamilton County convention, visitor, and tourism promotion fund clarifying it applies before its repeal.
- Requires the county treasurer of Hamilton County to establish a convention, visitor, tourism promotion, and capital fund. The tourism capital fund is also renamed the municipal tourism capital fund. Changes references to these funds throughout the statute.

- Specifies that money in a convention, visitor, and tourism promotion, and capital fund, or money transferred from such a fund under subsection (b) of this statute, may be expended for infrastructure projects that improve or benefit the tourism economy. Expenditures may include acquisition, construction, alteration, improvements, or installation costs of any existing tangible property or tangible property that is to be constructed, and may include fees for professional services such as architectural, building consulting or planning, and infrastructure feasibility.
- Revises references to IC 6-9-56-7 and 8, which are repealed in SECTIONS 188 and 190 of this bill, to IC 6-9-56-7.5 and 8.5, which are added in SECTIONS 189 and 191.

Enrolled Act: HEA 1210, Sec. 187

Code: IC 6-9-56-5

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Hamilton County must also include a member appointed by the city executive of each city within the county, which are in addition to the members determined by the county elsewhere in the statute.

Enrolled Act: HEA 1210, Sec. 188

Code: IC 6-9-56-7

Effective date: July 1, 2026

- Repeals IC 6-9-56-7, which provided the depositing and convention, visitor, and tourism promotion fund usage requirements for the Hamilton County innkeeper's tax.

Enrolled Act: HEA 1210, Sec. 189

Code: IC 6-9-56-7.5

Effective date: July 1, 2026

- Defines "fund" for purposes of this statute to refer to the convention, visitor, tourism, promotion, and capital fund established under IC 6-9-56-4(a)(2).
- Requires the county treasurer to deposit in the fund the amount of tax collected that is not more than 5%.
- Provides that money in the fund shall be expended only as provided in IC 6-9-56-44(c).
- Permits the commission to transfer money in the fund to any Indiana nonprofit corporation for the purpose of promotion and encouragement in the county of conventions, trade shows, visitors, or special events, which may be on a monthly basis or at another frequency as determined by the commission. The commission may transfer money only after approving the transfer.
- Permits the commission to transfer money from the fund to support capital projects in the county that promote long term tourism, convention, or recreation projects proposed by any of the following:
 - The county government.
 - A separate body corporate and politic in Hamilton County.
 - Any Indiana nonprofit corporation in Hamilton County.
- The commission may transfer money for these purposes on a monthly basis or at another frequency as determined by the commission. Requires the commission to approve any transfer of money from the fund.
- Permits the commission to review and approve proposals submitted by applicants that seek money from the fund with the purpose and view of enhancing or providing support for capital

projects that promote long term tourism, convention, or other economic development related to recreation. Funding for this purpose shall be made available on an annual basis. Permits the commission to use the following factors as a guide for capital project funding in determining whether to provide funding to a particular capital project:

- The proposed capital project is believed to be economically sound to the Hamilton County tourism, convention, or recreation economy and is also believed to be beneficial to:
 - the general population of Hamilton County; or
 - a particular location in Hamilton County.
- The proposed capital project provides for reasonably adequate public assembly, gathering, or entertainment space and is integrally related to enhancing the tourism, convention, or recreation opportunities in Hamilton County or a particular location in Hamilton County.
- The commission makes a reasonable effort to assess whether a proposed capital project aligns with the purpose of the commission and has a direct, indirect, or supportive relationship to the mission and promotional efforts of the commission as established and funded by the fund.
- Provides that any remaining funds collected that are not awarded during an application period revert to the fund and may be used for distribution in a subsequent application period.
- An applicant that receives a grant of money from the fund for a capital project described above must agree to provide to the commission proof of project completion, including proof that the project was completed through the use of the grant money, and may be subject to annual financial reporting and audit.

Enrolled Act: HEA 1210, Sec. 190

Code: IC 6-9-56-8

Effective date: July 1, 2026

- Repeals IC 6-9-56-8, which provided the depositing and tourism capital fund usage requirements for the Hamilton County innkeeper's tax.

Enrolled Act: HEA 1210, Sec. 191

Code: IC 6-9-56-8.5

Effective date: July 1, 2026

- Requires the Hamilton County treasurer to transfer the amount of money received under IC 6-9-56-3(c)(2) that is generated by a rate that exceeds 5% to the fiscal officer of each of the following cities with each city receiving an equal 25% share of the total amount collected:
 - Noblesville.
 - Carmel.
 - Fishers.
 - Westfield.
- Requires the fiscal officer of each city listed above to establish a municipal tourism capital fund. Further requires the fiscal officer to deposit in the fund all money received by the city as outlined above and to administer the fund. Prohibits these cities from establishing a tourism board or similar entity for any purposes of the fund, and provides that the city fiscal body shall have sole authority regarding the use of money in the fund as set forth below.
- Provides that money in the fund may be used only for capital projects for tourism related purposes as determined by the city fiscal body. Permits the city fiscal body to issue bonds, enter into leases, or incur other obligations for the purposes of this subsection.

- Prohibits money transferred to a city from being used by the city for tourism marketing, tourism promotion, or tourism planning purposes.

Enrolled Act: HEA 1210, Sec. 192

Code: IC 6-9-60-6

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of LaGrange County must also include a member appointed by the city executive of each city within the county, which are in addition to the members determined by the county elsewhere in the statute.

Enrolled Act: HEA 1210, Sec. 193

Code: IC 6-9-74-6

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Boone County must also include a member appointed by the city executive of each city within the county (other than the municipalities already granted members statutorily), which are in addition to the members determined by the county elsewhere in the statute.

Enrolled Act: HEA 1210, Sec. 194

Code: IC 6-9-75-6

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Parke County must also include a member appointed by the city executive of each city within the county, which are in addition to the members determined by the county elsewhere in the statute.

Enrolled Act: HEA 1210, Sec. 195

Code: IC 6-9-76-7

Effective date: July 1, 2026

- Provides that the commission to promote the development and growth of the convention, visitor, and tourism industry of Switzerland County must also include a member appointed by the city executive of each city within the county, which are in addition to the members determined by the county elsewhere in the statute.

Enrolled Act: HEA 1210, Sec. 196

Code: IC 6-9-78.1

Effective date: July 1, 2026

- Creates a new chapter authorizing the fiscal body of the town of Lagro to adopt an ordinance that would impose a food and beverage tax.
- Requires that the fiscal body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, it applies to transactions occurring after the last day of the month that succeeds the month in which the ordinance is adopted.

Enrolled Act: HEA 1210, Sec. 197

Code: IC 6-9-78.2

Effective date: Upon Passage

- Creates a new chapter authorizing the fiscal body of the Rush County to adopt an ordinance that would impose a food and beverage tax.
- Requires that the fiscal body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, it applies to transactions on the later of the day specified in the ordinance or the last day of the month that succeeds the month in which the ordinance is adopted.

Enrolled Act: HEA 1210, Sec. 198

Code: IC 6-9-78.3

Effective date: July 1, 2026

- Creates a new chapter authorizing the fiscal body of city of Greendale to adopt an ordinance that would impose a food and beverage tax.
- Requires that the city fiscal body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, it applies to transactions occurring after the last day of the month that succeeds the month in which the ordinance is adopted.

Enrolled Act: HEA 1210, Sec. 199

Code: IC 6-9-78.4

Effective date: July 1, 2026

- Creates a new chapter authorizing the fiscal body of either Huntington County or the city of Huntington (but not both) to adopt an ordinance that would impose a food and beverage tax.
- Requires that fiscal body of the adopting body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, it applies to transactions occurring after the last day of the month that succeeds the month in which the ordinance is adopted.

HEA 1230 – Professional Licensing Agency

Enrolled Act: HEA 1230, Sec. 24

Code: IC 25-1-5-12

Effective date: July 1, 2026

- Creates a new statute providing that the professional licensing agency and the boards shall allow DOR, the alcohol and tobacco commission, and the bureau of motor vehicles access to the name of each person who:
 - is licensed under this article; or
 - has applied for a license under this article.
- Further provides that if DOR notifies the agency that a person is on the most recent tax warrant list, the agency shall not issue or renew the person's license until:
 - the person provides to the agency a statement from DOR indicating that the person's tax warrant has been satisfied; or
 - the agency receives a notice from the commissioner of DOR under IC 6-8.1-8-2(k).

HEA 1266 – Department of Education and Education Matters

Enrolled Act: HEA 1266, Sec. 1

Code: IC 6-3.1-30.5-3

Effective date: January 1, 2027

- Adds to the definition of "scholarship granting organization" organizations that are exempt from federal income taxation under IRC Section 501(c)(3) that is included on the list submitted to the Secretary of the Treasury of the United States for the taxable year under IC 20-53-1.

HEA 1343 – Public Safety Matters

Enrolled Act: HEA 1343, Sec. 13

Code: IC 6-8.1-9-4

Effective date: July 1, 2026

- Clarifies that the instructions for the preparation of individual income tax returns shall contain a description of the purposes of the funding for financial assistance to service members (removing the "qualified" distinction) as described in IC 10-17-12-8.1(1) and IC 10-17-12-8.1(2) (added in SECTION 49 of this bill), adding that it is also only for Indiana residents.

HEA 1406 – Tax and Fiscal Matters

Enrolled Act: HEA 1406, Sec. 2

Code: IC 5-28-6-9

Effective date: Upon Passage

- Provides that of the \$300,000,000 aggregate amount of applicable tax credits that the economic development corporation may certify for each state fiscal year ending on or after July 1, 2025, \$50,000,000 must be allocated to fund qualified community projects within local government units under IC 6-3.1-34-24 and to fund development authorities under IC 6-3.1-34-0.5.
- Further provides that each tax credit award is subject to budget committee review:
 - beginning after February 1, 2026, and before May 1, 2026, after the first calendar quarter in which the award is made; and
 - after April 30, 2026, at the next budget committee meeting immediately following the date of the tax credit award.

Enrolled Act: HEA 1406, Sec. 3

Code: IC 5-28-6-9.5

Effective date: July 1, 2026

- Provides that the economic development corporation may not award an applicable tax credit to a taxpayer if the corporation determines that the taxpayer is:
 - organized under the laws of a country that is a foreign adversary;
 - headquartered in a country that is a foreign adversary; or
 - majority owned by an organization that is an agency or instrumentality of a foreign adversary, or is a business that is an organization that is organized or headquartered under a foreign adversary.
- Defines "foreign adversary" to mean a country described in 15 CFR 791.2 as in effect on July 1, 2026.
- Provides that the corporation shall require an applicant to, under penalties of perjury, affirm that the applicant is not prohibited from an award as stipulated above. If the corporation

determines that an award under this section is materially false, the corporation shall revoke the awarding of the applicable tax credit and require repayment of any benefit received.

Enrolled Act: HEA 1406, Sec. 8

Code: IC 6-2.5-5-26

Effective date: July 1, 2026

- Adds to the list of nonprofit organizations that are exempt from sales tax collection requirements youth organizations listed in 36 U.S.C. 101 et. seq. that have an educational purpose and promotes patriotism and civic involvement and organizations that are exempt from federal income taxation under IRC Section 501(c)(3) and promote youth shooting sports.

Enrolled Act: HEA 1406, Sec. 9

Code: IC 6-3.1-24-7

Effective date: July 1, 2026

- Adds exception to the Indiana economic development corporation's determination in certifying that a business is a qualified Indiana business for purposes of the venture capital investment tax credit if the corporation determines that the business is not engaged in a business involving retail sales, for when the business is engaged in retail sales as a method to sell a unique product that the business developed, for which the business holds patents, or of which the business otherwise has ownership.

Enrolled Act: HEA 1406, Sec. 10

Code: IC 6-3.1-24-7.5

Effective date: July 1, 2026

- Provides that the policy that the Indiana economic development corporation must follow when certifying a fund requiring the fund to make investments focused on certain commercialization of research and development and the like shall apply only to investable capital in the fund, excluding management fees, legal fees, and other expenses incurred in the operation of the fund.

Enrolled Act: HEA 1406, Sec. 11

Code: IC 6-3.1-24-12

Effective date: July 1, 2026

- Clarifies that for purposes of assignments of the venture capital investment tax credit, nothing prevents a taxpayer from combining individual credits of less than \$10,000 for assignment.

Enrolled Act: HEA 1406, Sec. 12

Code: IC 6-3.1-34-0.5

Effective date: July 1, 2026

- Provides that in order to facilitate the redevelopment and rehabilitation of property in Indiana that promotes regional collaboration and long term strategic planning, the Indiana economic development corporation may commit a redevelopment tax credit to a development authority pursuant to a development plan approved by the corporation, which may subsequently be awarded by the corporation at the request of a development authority to a taxpayer proposing a qualified investment in a qualified redevelopment site that is included in the development authority's development plan.

- Further provides that the corporation shall award \$35,000,000 to development authorities each fiscal year that may be granted to taxpayers proposing qualified investment in a qualified redevelopment site pursuant to a development plan approved by the corporation.

Enrolled Act: HEA 1406, Sec. 13

Code: IC 6-3.1-34-2.1

Effective date: July 1, 2026

- Creates a new statute defining "development authority," which refers to a regional development authority established under IC 36-7.5-2-1, IC 36-7.6-2-3, or IC 36-7.7-3-1.
- Provides that for the period beginning July 1, 2026, and ending June 30, 2028, the term "development authority" includes a qualified nonprofit organization formed to support economic development across the region and which does not represent a single interest group or local unit or units within a single county.

Enrolled Act: HEA 1406, Sec. 14

Code: IC 6-3.1-34-2.2

Effective date: July 1, 2026

- Creates a new statute defining "development plan," which refers to a comprehensive strategic development plan approved by the development authority for its jurisdiction and which outlines its economic development strategy, the anticipated local resource commitments, the proposed regionally significant projects, the return on investment analysis reflecting a positive state return for such projects, the requirement that an equal or greater level of local public financial participation in the aggregate across all projects, the requirement that projects are reasonably expected to spur a total investment across all projects that is four times greater than the level of the state resources provided on a present value basis, and that each project supported would not occur but for the provision of the requested state resources.
- Stipulates that the development plan shall also include specific, measurable five and 10 year objectives, and plans for achieving the objectives, for the region, including targets for per capita income, population, employment, and credential attainment among residents in the region.

Enrolled Act: HEA 1406, Sec. 15

Code: IC 6-3.1-34-24

Effective date: July 1, 2026

- Creates a new statute establishing the small town opportunity initiative, which shall be administered by the Indiana economic development corporation, the purpose of which is to undertake qualified community projects within local government units to do the following:
 - Advance historic preservation.
 - Redevelop or rehabilitate distressed buildings or underutilized property.
 - Redevelop or rehabilitate sites where distressed buildings once stood.
- Entitles a for-profit taxpayer undertaking a qualified community project under the initiative to a redevelopment tax credit equal to 20% of the taxpayer's cost of the project.
- Entitles a nonprofit taxpayer undertaking a qualified community project under the initiative to a redevelopment tax credit under this chapter equal to 30% of the taxpayer's cost of the project. Provides that a nonprofit's expenditures incurred to acquire, hold, or prepare real property for redevelopment or rehabilitation before the date the taxpayer's initial application or application

for certification is approved by the corporation shall be included in the taxpayer's qualified investment if:

- the expenditures were incurred for the primary purpose of future redevelopment consistent with the purpose listed above;
 - the nonprofit taxpayer obtained site control in furtherance of a locally supported redevelopment effort; and
 - the corporation determines, as part of the application or certification process, that inclusion of such expenditures is in the public interest and supportive of early stage community redevelopment efforts.
- An expenditure shall be treated as if it were approved by the corporation to be included as part of a qualified investment as of the date the expenditure was originally incurred.
 - Stipulates that qualified community projects undertaken under this statute are not subject to any statutory or administrative repayment obligation.

Enrolled Act: HEA 1406, Sec. 16

Code: IC 6-9-30

Effective date: July 1, 2026

- Creates a new chapter authorizing the Delaware County executive to adopt an ordinance to consolidate the functions of a former entity with respect to the administration of funds received from the county:
 - innkeeper's tax imposed under IC 6-9-18; or
 - food and beverage tax imposed under IC 6-9-21;
- into a single consolidated entity as designated in the ordinance to administer funds received from both of those taxes.
- Provides that if an ordinance is adopted, money in a fund established under a provision of IC 6-9-18 or IC 6-9-21 on the date the ordinance is adopted remains in the fund and is available to be administered and used by the consolidated entity for the purposes allowed under IC 6-9-18 or IC 6-9-21.
- Requires the county executive to immediately send a certified copy of the ordinance to the commissioner of DOR, the treasurer of state, and the state comptroller if an ordinance is adopted.

Enrolled Act: HEA 1406, Sec. 17

Code: IC 6-9-79

Effective date: July 1, 2026

- Creates a new chapter authorizing the fiscal body of city of Bedford to adopt an ordinance that would impose a food and beverage tax.
- Requires that the city fiscal body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, it applies to transactions on the later of the day specified in the ordinance or the last day of the month that succeeds the month in which the ordinance is adopted.

Enrolled Act: HEA 1406, Sec. 18

Code: IC 23-15-13-4

Effective date: March 15, 2026

- Changes the rounding requirements in this statute, created in SECTION 106 of SEA 243, to a "may" instead of a "must."

Enrolled Act: HEA 1406, Sec. 21

Code: IC 36-7-32-8.5

Effective date: March 15, 2026

- Amends the definition of “income tax incremental amount” referencing a certified technology park for which the amount limit under section 22(c) or 22(d) has been exceeded, now including 22(e), which was added in SECTION 22 of this bill.

Enrolled Act: HEA 1406, Sec. 22

Code: IC 36-7-32-22

Effective date: July 1, 2026

- Provides that, except as outlined below, if a certified technology park located in a qualified military base enhancement area has reached the limit on deposits under subsection (e) of this statute and maintains its certification under IC 36-7-32-11(c), the certified technology park shall become a Level 3 certified technology park and an additional annual deposit amount shall be deposited in the incremental tax financing fund for the certified technology park equal to the lesser of:
 - the aggregate income tax incremental amounts as defined in IC 36-7-32-8.5(2) of this chapter attributable to each redevelopment commission that has entered into a written agreement for the operation of the certified technology park; or
 - \$250,000 multiplied by the number of redevelopment commissions that have entered into a written agreement for the operation of the certified technology park.
- However, no amount of state gross retail and use taxes that are remitted under IC 6-2.5 for transactions occurring after June 30, 2029, by businesses operating in the certified technology park and no amount of adjusted gross income tax or local income tax paid by employees employed in the certified technology park with respect to wages and salary earned for work in the certified technology park after June 30, 2029, may be deposited in the incremental tax financing fund for the certified technology park, regardless of whether the maximum annual amount under the above has been met.
- Provides that, for purposes of calculating the income tax incremental amount for the additional annual deposit amount above, only wages attributable to new employees hired on or after the date the certified technology park becomes a Level 3 certified technology park shall be included in the calculation. The department of state revenue shall determine the incremental amount based only on the net payroll increase over the base payroll determined at the time of the Level 3 designation.
- Requires DOR, not later than 90 days after receipt of all information necessary to make the determination once a certified technology park meets the requirements of designation as a Level 3 certified technology park, to issue a written determination establishing:
 - the date on which the certified technology park became a Level 3 certified technology park; and
 - the base payroll amount to be used for purposes of calculating the income tax incremental amount under IC 36-7-32-8.5.
- The department may require the submission of documentation reasonably necessary to make the determination above.

Enrolled Act: HEA 1406, Sec. 24

Code: Non-Code

Effective date: March 15, 2026

- Provides that despite the January 1, 2027, effective date of IC 6-2.5-1-5 as amended by SEA 243-2026, SECTION 2, the effective date of IC 6-2.5-1-5 as amended by SEA 243-2026, SECTION 2, is March 15, 2026.
- Provides that despite the "upon passage" effective date of IC 23-15-13, as added by SEA 243-2026, SECTION 106, the effective date of IC 23-15-13, as added by SEA 243-2026, SECTION 106, is March 15, 2026.
- Provides that this non-code SECTION expires January 1, 2030.

Enrolled Act: HEA 1406, Sec. 25

Code: Non-Code

Effective date: March 15, 2026

- Provides that IC 6-2.5-1-5, as amended by SEA 243-2026, SECTION 2, and IC 23-15-13, as added by SEA 243-2026, SECTION 106, both as amended by this act, apply only to cash transactions occurring after March 14, 2026.
- Provides that except as provided below, a retail transaction is considered to have occurred after March 14, 2026, if the property whose transfer constitutes selling at retail is delivered to the purchaser or to the place of delivery designated by the purchaser after March 14, 2026.
- Provides that notwithstanding the delivery of the property constituting selling at retail after March 14, 2026, a transaction is considered to have occurred before March 15, 2026, to the extent that:
 - the agreement of the parties to the transaction is entered into before March 15, 2026; and
 - payment for the property furnished in the transaction is made before March 15, 2026.
- Provides that this non-code SECTION expires January 1, 2030.

Enrolled Act: HEA 1406, Sec. 26

Code: Non-Code

Effective date: January 1, 2027

- Amends SECTION 112 of SEA 243 by removing reference to IC 6-2.5-2-2 and IC 23-15-13.

Enrolled Act: HEA 1406, Sec. 27

Code: Non-Code

Effective date: Upon Passage

- Requires the Indiana finance authority, in collaboration with the Indiana economic development corporation, to conduct a study and prepare a report evaluating the following:
 - Each of the:
 - property tax incentives that may be granted by a local unit;
 - state adjusted gross income tax incentives;
 - state gross retail and use tax incentives; and
 - other tax incentives;
 - that are available to data centers or are applicable to data center equipment under current Indiana law, including a review of the state and local fiscal impact of the utilization of any of the tax incentives.
 - The impact of data centers on the:
 - costs of utilities; and
 - water supply;
- for local governments and consumers.

- The local and regional environmental impacts of data centers.
- Requires the report to include recommendations on whether the continued availability of each tax incentive, with or without new statutory limitations on the amounts of tax incentives that may be awarded, is beneficial to the state and local economies and workforces. The report shall also include recommendations concerning the impacts on utilities and the water supply for local governments and consumers, and recommendations concerning the local and regional environmental impacts. Not later than November 1, 2026, the Indiana finance authority shall submit the report to the interim study committee on fiscal policy.
- Provides that this non-code SECTION expires July 1, 2027.

SEA 4 – Various Fiscal Matters

Enrolled Act: SEA 4, Sec. 2

Code: IC 4-22-2-22.7

Effective date: July 1, 2026

- Lowers the threshold in the regulatory analysis for a proposed rule for a determination whether the combined implementation and compliance costs of a proposed rule, from \$1,000,000 down to \$500,000 for businesses, units, and individuals over any two year period.

SEA 14 – Pension Matters

Enrolled Act: SEA 14, Sec. 2

Code: IC 6-7-1-28.1

Effective date: Upon Passage

- Removes requirement to deposit cigarette tax revenue in the state retiree health benefit trust fund, and instead provides the following:
 - After June 30, 2025, and before July 1, 2026, 1.67% shall be deposited in the state retiree health benefit trust fund established by IC 5-10-8-8.5.
 - After June 30, 2026, and before July 1, 2027, 1.67% or the amount determined by the budget agency shall be deposited in the state retiree health benefit trust fund or the 2027 retiree health benefit trust fund established by IC 5-10-8-8.5. If the budget agency determines that less than 1.67% should be deposited in the trust funds, the remainder shall be transferred to the state general fund.
 - After June 30, 2027, 1.67% of the money shall be deposited in the state general fund.

SEA 27 – Stadium Authority

Enrolled Act: SEA 27, Sec. 1

Code: IC 5-1-17.1

Effective date: Upon Passage

- Creates a new chapter creating the northwest Indiana stadium authority, which is a separate body corporate and politic as an instrumentality of the state to acquire, construct, equip, own, lease, and finance facilities for lease to or for the benefit of the stadium board.
- Provides that a lease or sublease of land or capital improvements from the authority, or from a state agency under IC 5-1-17.1-25, to the stadium board subject to IC 36-10-9.5-11, may provide that the lease rental payments by the stadium board shall be made from:

- proceeds of the Hammond admissions tax imposed under IC 6-9-78, which the stadium board or its designee receives pursuant to that chapter;
- that part of the proceeds of the Lake County and Porter County food and beverage tax imposed under IC 6-9-36, which the stadium board or its designee receives pursuant to that chapter;
- that part of the proceeds of the Hammond food and beverage tax imposed under IC 6-9-58, which the stadium board or its designee receives pursuant to that chapter;
- that part of the proceeds of the Lake County innkeeper's tax imposed under IC 6-9-2, which the stadium board or its designee receives pursuant to that chapter;
- revenue captured under IC 36-7-31.6;
- revenue captured under IC 36-7-32.6;
- any other funds available to the stadium board; or
- any combination of the sources described above.
- Provides that all property owned or leased by the authority, all revenues of the authority, and any bonds issued by the authority (including the interest on the bonds, the proceeds received by a holder from the sale of bonds to the extent of the holder's cost of acquisition, proceeds received upon redemption before maturity, proceeds received at maturity, and the receipt of interest in proceeds) are exempt from taxation in Indiana for all purposes except the financial institutions tax imposed under IC 6-5.5.
- Provides that the authority shall not issue bonds to finance any capital improvement in the city unless the fiscal body of the city imposes the tax authorized by IC 6-9-78-2 by the maximum amount authorized by IC 6-9-78-3(a).

Enrolled Act: SEA 27, Sec. 7

Code: IC 6-9-2-0.4

Effective date: Upon Passage

- Defines "authority" to refer to the northwest Indiana stadium authority created by IC 5-1-17.1.

Enrolled Act: SEA 27, Sec. 8

Code: IC 6-9-2-0.5

Effective date: Upon Passage

- Defines "board" to mean the northwest Indiana stadium board created by IC 36-10-9.5.

Enrolled Act: SEA 27, Sec. 9

Code: IC 6-9-2-0.6

Effective date: Upon Passage

- Defines "project costs" to mean the cost of:
 - acquisition, improvement, preparation, demolition, disposal, construction, reconstruction, remediation, rehabilitation, restoration, preservation, maintenance, repair, furnishing, and equipping of public facilities, including but not limited to any stadiums, parking facilities or training facilities, utilities and transportation infrastructure;
 - acquisition of land located in a county described in IC 6-9-2-1; and
 - the reimbursement to the state of Indiana or the Indiana finance authority established by IC 5-1.2-3 for expenditures described above.

Enrolled Act: SEA 27, Sec. 10

Code: IC 6-9-2-1.5

Effective date: Upon Passage

- Creates a deadline for the Lake County fiscal body to adopt an ordinance imposing an innkeeper's tax of June 30, 2027.
- Repeals language providing that if the county imposes the authorized additional tax rate, the additional tax rate terminates on July 1, 2050. Repeals corresponding language expiring this statute on July 1, 2050.
- Repeals language providing that the amounts received from an increase adopted under this statute shall be deposited in the Lake County convention and event center reserve fund established by IC 36-7.5-7-10 to be used for the purposes of the Lake County convention and event center reserve fund.
- Adds language stipulating instead that as long as there are any current or future obligations owed by the board to the authority or any state agency under a lease or other agreement entered into between the board and the authority or any state agency pursuant to IC 5-1-17.1 and until the budget committee has reviewed a report submitted by the public finance director (as defined in IC 5-1.2-2-60) certifying that all project costs have been paid, the amounts received from an increase adopted under this section shall be paid monthly to the county treasurer. All of the amounts received by the county treasurer from the increase adopted under this section shall be paid monthly by the county treasurer to the treasurer of the board or its designee upon warrants issued by the state comptroller.
- Further stipulates that if there are not obligations of the board described above then outstanding, and there are no bonds, leases, or other obligations then outstanding for which a pledge has been made and the budget committee has reviewed a report submitted by the public finance director (as defined in IC 5-1.2-2-60) certifying that all project costs have been paid, the fiscal body may adopt an ordinance that repeals the ordinance adopted.
- Provides that an ordinance adopted to repeal the prior ordinance takes effect January 1 immediately following the date of its adoption. If the fiscal body adopts such an ordinance, the clerk shall immediately send a certified copy of the ordinance to the commissioner of DOR.
- A tax imposed under this chapter terminates January 1 of the year immediately following the year in which the last payment obligation of the board is made with respect to any bond, lease, or other obligation described above.

Enrolled Act: SEA 27, Sec. 11

Code: IC 6-9-36-1

Effective date: Upon Passage

- Provides explicitly that this chapter applies to Lake and Porter County, removing language about populations of each county without naming them.

Enrolled Act: SEA 27, Sec. 12

Code: IC 6-9-36-2.1

Effective date: Upon Passage

- Defines "authority" to refer to the northwest Indiana stadium authority created by IC 5-1-17.1.

Enrolled Act: SEA 27, Sec. 13

Code: IC 6-9-36-2.2

Effective date: Upon Passage

- Defines "board" to mean the northwest Indiana stadium board created by IC 36-10-9.5.

Enrolled Act: SEA 27, Sec. 14

Code: IC 6-9-36-2.3

Effective date: Upon Passage

- Defines "project costs" to mean the cost of:
 - acquisition, improvement, preparation, demolition, disposal, construction, reconstruction, remediation, rehabilitation, restoration, preservation, maintenance, repair, furnishing, and equipping of public facilities, including but not limited to any stadiums, parking facilities or training facilities, utilities and transportation infrastructure;
 - acquisition of land located in a county described in IC 6-9-2-1; and
 - the reimbursement to the state of Indiana or the Indiana finance authority established by IC 5-1.2-3 for expenditures described above.

Enrolled Act: SEA 27, Sec. 15

Code: IC 6-9-36-3

Effective date: Upon Passage

- Creates a deadline for the Lake and Porter County fiscal bodies to adopt ordinances imposing a food and beverage tax of June 30, 2027.
- Removes language providing that the fiscal body may adopt an ordinance to rescind the tax.

Enrolled Act: SEA 27, Sec. 16

Code: IC 6-9-36-8

Effective date: Upon Passage

- Repeals language providing that taxes imposed by a county under IC 6-9-36 shall be paid monthly by the treasurer of state to the treasurer of the northwest Indiana regional development authority established by IC 36-7.5-2-1, which shall then be deposited in the development authority revenue fund established under IC 36-7.5-4-1.
- Adds language stipulating instead that as long as there are any current or future obligations owed by the board to the authority or any state agency under a lease or other agreement entered into between the board and the authority or any state agency pursuant to IC 5-1-17.1 and until the budget committee has reviewed a report submitted by the public finance director (as defined in IC 5-1.2-2-60) certifying that all project costs have been paid, all of the amounts received from the taxes imposed under this chapter by counties shall be paid monthly to DOR. All of the amounts received by the state from the taxes imposed by the counties under IC 6-9-36-1(1) and 1(2) of this chapter shall be paid monthly by DOR to the treasurer of the board or its designee upon warrants issued by the state comptroller.

Enrolled Act: SEA 27, Sec. 17

Code: IC 6-9-36-9

Effective date: Upon Passage

- Repeals IC 6-9-36-9, which provided for the expiration of this chapter.

Enrolled Act: SEA 27, Sec. 18

Code: IC 6-9-36-11

Effective date: Upon Passage

- Creates a new statute stipulating that if there are no obligations of the board described in IC 6-9-36-8(a) then outstanding and there are no bonds, leases, or other obligations then outstanding for which a pledge has been made under IC 6-9-36-10 and the budget committee has reviewed a report submitted by the public finance director (as defined in IC 5-1.2-2-60) certifying that all project costs have been paid, the fiscal body may adopt an ordinance that repeals the ordinance adopted under IC 6-9-36-3.
- Provides that an ordinance adopted to repeal the prior ordinance takes effect January 1 immediately following the date of its adoption. If the fiscal body adopts such an ordinance, the clerk shall immediately send a certified copy of the ordinance to the commissioner of DOR.
- Provides that a tax imposed under this chapter terminates on January 1 of the year immediately following the year in which the last payment obligation of the board is made with respect to any bond, lease, or other obligation described in IC 6-9-36-8(a).

Enrolled Act: SEA 27, Sec. 19

Code: IC 6-9-36-12

Effective date: Upon Passage

- With respect to obligations of the board described in IC 6-9-36-8(a) and bonds, leases, or other obligations for which a pledge has been made under IC 6-9-36-10, the general assembly covenants with the holders of these obligations that:
 - IC 6-9-36 will not be repealed or amended in any manner that will adversely effect the imposition or collection or the tax imposed under this chapter; and
 - IC 6-9-36 will not be amended in any manner that will change the purpose for which revenues from the tax imposed under this chapter may be used;
- as long as the payment of any of those obligations is outstanding.

Enrolled Act: SEA 27, Sec. 20

Code: IC 6-9-78

Effective date: Upon Passage

- Creates a new chapter authorizing the fiscal body of the city of Hammond to adopt an ordinance that would impose excise tax, known as the city admissions tax, for the privilege of attending any event:
 - held in a facility located within the boundaries of the city and that has a seating capacity of more than 40,000; and
 - to which tickets are offered for sale to the public by:
 - the box office of the facility; or
 - an authorized agent of the facility.
- The city admissions tax equals 12% of the price for admission to any event described above.
- Requires that the fiscal body immediately send a certified copy of the ordinance to DOR.
- Provides that if an ordinance is adopted, the tax applies to transactions after the last day of the month in which the ordinance is adopted, if the fiscal body adopts the ordinance on or before the fifteenth day of a month. If the fiscal body adopts the ordinance after the fifteenth day of a month, the tax applies to transactions after the last day of the month following the month in which the ordinance is adopted.
- Requires a person who collects any city admission tax to remit the tax collections to DOR. The person shall remit those revenues collected during a particular month before the fifteenth day of the following month. At the time the tax revenues are remitted, the person shall file a city admissions tax return on the form prescribed by DOR.

- Stipulates that each person who pays a price for admission to any event described above is liable for the tax, and that the person who collects the price for admission shall also collect the city admissions tax imposed with respect to the price for admission. The person shall collect the tax at the same time the price for admission is paid, regardless of whether the price paid is for a single admission, for season tickets, or for any other admission arrangement, not including those described in IC 6-9-78-2(b). In addition, the person shall collect the tax as an agent of the state and the city in which the facility is located.
- Provides that the amount collected from the city admissions tax imposed shall be distributed to the northwest Indiana stadium board or its designee. So long as there are any current or future obligations owed by the northwest Indiana stadium board to the northwest Indiana stadium authority created by IC 5-1-17.1 or any state agency pursuant to a lease or other agreement entered into between the northwest Indiana stadium board and the northwest Indiana stadium authority or any state agency under IC 5-1-17.1, the northwest Indiana stadium board or its designee shall deposit the revenues received from the admissions tax in a special fund, which may be used only for the payment of the obligations described here.
- Provides that the tax terminates January 1 of the year immediately following the year in which the last payment obligation of the board is made with respect to any bond, lease, or other obligation described in IC 6-9-78-3(b).

Enrolled Act: SEA 27, Sec. 26

Code: IC 36-7-31.6

Effective date: Upon Passage

- Creates a new chapter that permits the redevelopment commission of the city of Hammond to establish a professional sports development area in the city designated as the "northwest Indiana professional sports development area." Further permits the commission to establish as part of the professional sports development area any facility or complex of facilities that is:
 - used to hold a professional sporting event, including a stadium, and which in addition, may be used to hold other entertainment events, including any publicly owned parking, including any public parking garages, plaza, or infrastructure that is constructed or renovated in connection with the construction of the facility used to hold a professional sporting event;
 - used in the training of a team engaged in professional sporting events; and
 - used in whole or in part to manage and operate the professional team that would participate in the facility used to hold a professional sporting event.
- Provides that the tax area shall include any facility described above and any parcel of land on which the facility is located. An area may contain noncontiguous tracts of land within the city. A tax area must be initially established not later than July 1, 2027, according to the procedures set forth for the establishment of an economic development area under IC 36-7-14. A tax area may be changed or the terms governing the tax area revised in the same manner as the establishment of the initial tax area.

Enrolled Act: SEA 27, Sec. 27

Code: IC 36-7-32.6

Effective date: Upon Passage

- Creates a new chapter that permits the designating body of the city of Hammond to, by resolution or ordinance adopted by the designating body, designate a stadium development district in the city. Stipulates that any such resolution or ordinance adopted by the designating body shall include:

- a description of the stadium development district;
 - the term of the stadium development district; and
 - the plan for the stadium development district which shall conform to the requirements of IC 36-7-32.6-18.
- Provides that the boundaries of the stadium development district may not extend beyond the corporate boundaries of the city and may not include any territory that is within the professional sports development area. The designating body may not designate any more than one stadium development district in the city.
- Defines "gross retail incremental amount" to mean as determined by DOR the remainder of:
 - the aggregate amount of state gross retail and use taxes that are remitted under IC 6-2.5:
 - by businesses operating in the territory comprising the stadium development district; and
 - that is, in the case of the:
 - state gross retail tax, collected by a business for sales occurring at a physical location of the business in the stadium development district;
 - state use tax, incurred with regard to property used in the stadium development district; and
 - state gross retail and use tax incurred and paid by a contractor with regard to tangible personal property incorporated into real property that is located in the stadium development district, if the contractor can determine the amount of state gross retail or use tax incurred and paid based on records maintained under IC 36-7-32.6-24 and the state gross retail and use tax is not otherwise included in the stadium development district or IC 36-7-32.6-7 of this chapter;
 - during the state fiscal year, minus the gross retail base period amount.
- Requires the city of Hammond to establish a plan for the stadium development district which shall be approved by ordinance or resolution of the designating body as provided in IC 36-7-32.6-14. Further requires the city to file the plan, including any amendments thereto to the extent the designating body should amend the plan from time to time, with the board, DOR, and the department of local government finance within 15 days of the approval thereof by the designating body,
- Provides that, the executive, the city and the board shall enter into an agreement establishing the terms and conditions governing the stadium development district if the stadium development district includes territory located in an existing allocation area. Requires the city to submit a written report on the agreement to the budget committee, DOR, and the department of local government finance within 15 days of entering into an agreement.
- Permits the state board of accounts, DOR, and the department of local government finance to adopt rules under IC 4-22-2 and prescribe the forms and procedures that the state board of accounts, DOR, and the department of local government finance consider appropriate for the implementation of the stadium development district under this chapter. However, before adopting rules, the state board of accounts, DOR, and the department of local government finance shall submit a report to the budget committee that:
 - describes the rules proposed by the state board of accounts, DOR, and the department of local government finance; and
 - recommends statutory changes necessary to implement the provisions of this chapter.
- Requires a contractor that provides tangible personal property incorporated into real property in a project located in the stadium development district to maintain records of all state gross retail and use tax paid or collected during a state fiscal year for the tangible personal property

incorporated into the real property in projects located in the stadium development district. Further requires a contractor to report the following to DOR, disaggregated by project, annually for each state fiscal year:

- The amount of state gross retail and use taxes paid or collected by a contractor with respect to tangible personal property incorporated into real property in a project located in the stadium development district.
 - The issuing of any exemption certificates by the contractor.
- A contractor shall report the information required above for a state fiscal year not later than the July 31 immediately following the end of the state fiscal year.
- Except as provided below, if the stadium development district is designated under in IC 36-7-32.6-14, the city shall, not later than August 1 of the calendar year immediately following the designation date, send to DOR:
 - a certified copy of the designation of the stadium development district under IC 36-7-32.6-14, including the date of the designation;
 - a certified copy of the plan under in IC 36-7-32.6-18 for the stadium development district;
 - if an agreement is entered into under in IC 36-7-32.6-18, a certified copy of the agreement; and
 - a complete list of the employers and businesses that are paying for the services of individuals who are not employees in the stadium development district and each mailing address on each street in the stadium development district. The city shall update and send this to DOR before July 1 of each year.
- The city shall provide, within 10 days of a request, any additional information requested by DOR concerning any information above.
- Requires DOR to set the gross retail base period amount and the income tax base period amount not later than October 1 of the calendar year immediately following the designation date of the stadium development district. Permits DOR to request any information necessary from the executive or the board to determine the gross retail base period amount and the income tax base period amount. The executive and the board shall provide the necessary information not later than 10 days after a request from DOR.
- Revenue collected under the state adjusted gross income taxes and state gross retail and use taxes may not be allocated before January 1 of the year immediately following the year in which the gross retail base period amount and the income tax base period amount are determined above.
- Requires DOR to calculate the income tax incremental amount and the gross retail incremental amount for the preceding state fiscal year for the stadium development district designated under this chapter before the first business day in October of each year. The department of state revenue shall transfer the amount calculated to the stadium development district fund established for the stadium development district by November 1 of each year.
- Requires taxpayers operating in the stadium development district to report annually, in the manner and form prescribed by DOR, information that DOR determines necessary to calculate the net increment amount. Further requires that a taxpayer operating in the stadium development district that files a consolidated tax return with DOR also file annually an informational return with DOR for each business location of the taxpayer within the stadium development district. Provides that if a taxpayer fails to report the information required or file an informational return, DOR shall use the best information available in calculating the income tax incremental amount and gross retail incremental amount.
- Requires the board or its designee to establish a stadium development district fund for the stadium development district designated under IC 36-7-32.6-14. The fund consists of:

- deposits of incremental property tax revenue from the county auditor as provided in IC 36-7-32.6-20(d); and
- transfers from DOR under IC 36-7-32.6-26.

Enrolled Act: SEA 27, Sec. 29

Code: IC 36-10-9.5

Effective date: Upon Passage

- Creates a new chapter that establishes the northwest Indiana stadium board, which may finance, construct, equip, operate, and maintain a capital improvement.

SEA 80 – Code Publication

Enrolled Act: SEA 80, Sec. 26

Code: IC 6-3.6-3-6

Effective date: July 1, 2028

- Repeals IC 6-3.6-3-6 effective July 1, 2028, which outlines the allocation of votes for local income tax councils. It was set to expire May 31, 2027.

Enrolled Act: SEA 80, Sec. 27

Code: IC 6-3.6-3-8

Effective date: July 1, 2028

- Repeals IC 6-3.6-3-8 effective July 1, 2028, which outlines the process of local income tax council ordinances to raise or lower rates. It was set to expire May 31, 2027.

Enrolled Act: SEA 80, Sec. 28

Code: IC 6-3.6-6-12

Effective date: July 1, 2027

- Repeals IC 6-3.6-6-12 effective July 1, 2027, which outlines the process for determining the allocation of certified shares for civil taxing units, pursuant to SECTION 136 of SEA 1 (2025).

Enrolled Act: SEA 80, Sec. 29

Code: IC 6-3.6-9-15

Effective date: January 1, 2028

- Repeals IC 6-3.6-9-15 effective January 1, 2028, which outlines the procedure for distributing excess funds in a county's trust account, pursuant to SECTION 169 of SEA 1 (2025).

SEA 163 – Various Property Tax Matters

Enrolled Act: SEA 163, Sec. 5

Code: IC 6-3.1-35-7

Effective date: July 1, 2026

- Extends the reference to the expiration of the affordable and workforce housing tax credit from 2028 to 2033 as provided for in SECTION 7 of this bill.

Enrolled Act: SEA 163, Sec. 6

Code: IC 6-3.1-35-8

Effective date: July 1, 2026

- Extends the reference to the expiration of the affordable and workforce housing tax credit from 2028 to 2033 as provided for in SECTION 7 of this bill.

Enrolled Act: SEA 163, Sec. 7

Code: IC 6-3.1-35-12

Effective date: July 1, 2026

- Extends the expiration of the affordable and workforce housing tax credit from July 1, 2028, to July 1, 2033.

SEA 169 – Reorganization of Consumer Lending Laws

Enrolled Act: SEA 169, Sec. 11

Code: IC 6-8.1-8-1

Effective date: July 1, 2026

- Changes a reference from IC 24-4.5-3-202 to IC 37-2-4-5. IC 24-4.5 is repealed in SECTION 22 of the bill. The Uniform Consumer Credit Code was found in IC 24-4.5, which is repealed in SECTION 22 of the bill, and has been moved to or replaced with IC 37, a new title added in SECTION 97 of the bill.

Enrolled Act: SEA 169, Sec. 12

Code: IC 6-8.1-8-8

Effective date: July 1, 2026

- Changes a reference from IC 24-4.5-5 to IC 37-2-6. The Uniform Consumer Credit Code was found in IC 24-4.5, which is repealed in SECTION 22 of the bill, and has been moved to or replaced with IC 37, a new title added in SECTION 97 of the bill.
- Changes a reference from IC 24-4.5-5-105 to IC 37-2-6-4(e).

SEA 179 – Indiana Department of Transportation

Enrolled Act: SEA 179, Sec. 1

Code: IC 6-3.5-4-2

Effective date: Upon Passage

- Provides that a county may not impose a county vehicle excise tax after December 31, 2026, on a vehicle that is registered in an adopting municipality in which a municipal vehicle excise tax is in effect.
- Stipulates that in order to be eligible for a distribution from the local road and bridge matching fund (under IC 8-23-30-2(k)) from the Indiana department of transportation, a county must adopt a county vehicle excise tax and a county wheel tax not later than:
 - for the distribution made in 2026, May 1, 2026; and
 - for a distribution made in a subsequent year, September 1 of the prior calendar year.

Enrolled Act: SEA 179, Sec. 2

Code: IC 6-3.5-4-4

Effective date: Upon Passage

- Provides that if an adopting entity received a distribution from the local road and bridge matching fund in the prior calendar year (under IC 8-23-30-2(k)), the adopting entity must provide a copy of the adopted ordinance to the bureau of motor vehicles not later than May 1 of the subsequent year.

Enrolled Act: SEA 179, Sec. 3

Code: IC 6-3.5-4-6

Effective date: July 1, 2026

- Provides that an adopting entity must provide the bureau of motor vehicles with an ordinance adopted under this section to rescind a county vehicle excise tax not later than:
 - for an ordinance adopted before May 1, 2026, not later than May 1, 2026; and
 - for an ordinance adopted after April 30, 2026, not later than September 1 of the year the ordinance is adopted.

Enrolled Act: SEA 179, Sec. 4

Code: IC 6-3.5-4-13

Effective date: Upon Passage

- Clarifies that the county auditor shall allocate the money deposited in the county surtax fund during that month to the cities and the towns in the county that are not adopting municipalities in which a municipal vehicle excise tax is in effect.
- Further provides new allocation considerations for the county auditor:
 - the population of a city or town that is an adopting municipality in which a municipal vehicle excise tax is in effect is considered to be zero;
 - the street mileage of a city or town that is an adopting municipality in which a municipal vehicle excise tax is in effect is considered to be zero miles; and
 - the allocation to a city or town that is an adopting municipality in which a municipal vehicle excise tax is in effect is \$0.

Enrolled Act: SEA 179, Sec. 5

Code: IC 6-3.5-5-2

Effective date: Upon Passage

- Provides that a county may not impose a county wheel tax after December 31, 2026, on a vehicle that is registered in an adopting municipality in which a municipal wheel tax is in effect.

Enrolled Act: SEA 179, Sec. 7

Code: IC 6-3.5-5-15

Effective date: Upon Passage

- Clarifies that the county auditor shall allocate the money deposited in the county wheel tax fund during that month to the cities and the towns in the county that are not adopting municipalities in which a municipal wheel tax is in effect.
- Further provides new allocation considerations for the county auditor:
 - the population of a city or town that is an adopting municipality in which a municipal wheel tax is in effect is considered to be zero;
 - the street mileage of a city or town that is an adopting municipality in which a municipal wheel tax is in effect is considered to be zero miles; and
 - the allocation to a city or town that is an adopting municipality in which a municipal wheel tax is in effect is \$0.

Enrolled Act: SEA 179, Sec. 15

Code: IC 9-20-4-1

Effective date: July 1, 2026

- For purposes of maximum vehicle weight limits, clarifies that the weight limitations under this section are increased by 2,000 pounds for vehicles powered primarily by means of electric battery power.

Enrolled Act: SEA 179, Sec. 16

Code: IC 9-20-6-2

Effective date: July 1, 2026

- Clarifies that single trip permits are valid for five days from the date it is issued, unless a tractor-semitrailer and load require a law enforcement escort, in which case it is valid for 10 days from the date it is issued.

Enrolled Act: SEA 179, Sec. 17

Code: IC 9-20-9-1

Effective date: July 1, 2026

- Clarifies that the exception for a combination of two vehicles coupled together, including load, may not exceed a total length of 60 feet applying to construction vehicles with a towbar connection used in connection with a trailer used to haul heavy equipment also applies when used to haul construction materials.

SEA 212 – State Income Tax Conformity

Enrolled Act: SEA 212, Sec. 1

Code: IC 6-3-1-11

Effective date: January 1, 2025 (Retroactive)

- Revises the definition of the Internal Revenue Code (IRC) to conform to four provisions (three IRC sections) that have an effective date of July 4, 2025, from the One Big Beautiful Bill Act (HR 1). The conformity date to the remainder of the IRC is amended in SECTION 6 of SEA 243.

SEA 226 – Indiana Department of Administration

Enrolled Act: SEA 226, Sec. 3

Code: IC 5-22-8-3

Effective date: July 1, 2026

- Provides that a purchasing agent for a state agency must comply with IC 5-35.7-7-3 when making a purchase under this statute dealing with purchases between \$50,000 and \$150,000.

Enrolled Act: SEA 226, Sec. 5

Code: IC 5-35.7-4.5

Effective date: Upon Passage

- Creates a new chapter creating a new Independent Verification and Validation Oversight Program, which must be established and maintained by the department of administration to provide independent oversight of contracting activities conducted by state agencies. The

program is permitted to review, assess, and issue required changes and recommendations for contracts between state agencies and contractors.

Enrolled Act: SEA 226, Sec. 6

Code: IC 5-35.7-8

Effective date: Upon Passage

- Creates a new chapter providing that beginning July 1, 2026, each state agency shall submit an annual procurement and purchasing plan to the department of administration and the budget agency. The annual procurement and purchasing plan must include at least the following:
 - All requests for procurement the state agency anticipates to be solicited in the subsequent state fiscal year.
 - A strategy to complete contracts scheduled to expire in the subsequent state fiscal year.
 - Any other information required by the department.
- Requires an annual procurement and purchasing plan align with the state agency's annual spending plan submitted to the budget agency.
- Provides that a state agency must complete any incomplete contracts that were scheduled to expire in the previous biennium in a manner prescribed by the department, except that a state agency may apply to the department and the budget agency to receive a waiver from these requirements.

SEA 243 – Various Tax Matters

Enrolled Act: SEA 243, Sec. 1

Code: IC 5-36.5

Effective date: January 1, 2027

- Creates a new article to address the penny phaseout, which applies only to cash transactions.
- Defines "local unit" to mean any county, township, city, town, school corporation, or special taxing district.
- Defines "state" to mean: the state of Indiana; an agency or department of the state of Indiana; any state or local court; the general assembly; any state of Indiana task force, committee, board, commission, or council; any body politic and corporate of the state of Indiana; or any other instrumentality of the state of Indiana.
- Defines "state or local tax" to mean a tax, fine, fee, or other amount required to be paid to the state or a local unit. The term includes any interest, penalties, or other additional fees or costs associated with a late payment or nonpayment of an amount described in this section. The term does not include payments for property or services sold or provided by the state or local unit.
- Provides that for a state or local tax, if the state or local tax has one, two, three, four, six, seven, eight, or nine in the second decimal place, the state or local unit must round the state or local tax amount downward to the next amount divisible by \$0.05. However, if a state or local tax payable to the state or local unit that is less than \$0.05, the state or local unit must round the amount down to zero cents (\$0.00).
- Provides that for a state or local tax that is imposed on a transaction and that is required to be remitted by a person or an entity to the state or local unit as an agent or a trustee of the state or local unit the state or local tax shall be computed on the total transaction amount, as defined in IC 23-15-13-3, prior to any rounding requirement required by IC 23-15-13. The aggregate amount of a state or local tax remitted by a person or entity, reduced by any

collection allowances or similar amounts permitted to be retained by the person or entity, shall be subject to the rounding provisions described above. If multiple state or local taxes are required to be paid, each state or local tax shall be computed separately and, if applicable, the total transaction amount as defined in IC 23-15-13-3 shall be computed including all state or local taxes required to be paid on the total transaction amount.

- Provides that for any state or local tax that is:
 - not imposed on a transaction but is required to be withheld by a person or entity acting as an agent or trustee for the state or a local unit; or
 - otherwise included in a total transaction amount as defined in IC 23-15-13-3;
- the state or local tax withheld or included shall be computed without rounding and, if applicable, the total transaction amount, as defined in IC 23-15-13-3, shall be rounded in the manner provided under IC 23-15-13-4. The aggregate amount of a state or local tax remitted by a person or entity, reduced by any collection allowances or similar amounts permitted to be retained by the person or entity, shall be subject to the rounding provisions described above. If multiple state or local taxes are required to be paid, each state or local tax shall be computed separately and, if applicable, the total transaction amount as defined in IC 23-15-13-3 shall be computed including all state or local taxes required to be paid on the total transaction amount.
- Stipulates that if multiple state or local taxes:
 - are required to be reported on a single form the rounding of a remittance shall be applied to the total state or local tax amount resulting from the computation on the form and the remittance period.
 - are not required to be reported on a single form, the rounding of a state or local tax remittance shall be determined separately for each state or local tax type and for each remittance period.

However, if a state or local tax liability is reported in the manner provided in the first part, but the state or local unit determines a separate liability from other state and local taxes, the second part applies to the payment of the separate liability.

Enrolled Act: SEA 243, Sec. 2

Code: IC 6-2.5-1-5

Effective date: March 15, 2026

- Provides that amounts added or subtracted by a seller to comply with IC 23-15-13 shall not be considered in determining gross retail income. **NOTE:** The effective date of this SECTION was amended by SECTION 24 of HEA 1406.

Enrolled Act: SEA 243, Sec. 3

Code: IC 6-2.5-9-3

Effective date: Upon Passage

- Clarifies that for purposes of this statute pertaining to personal liability of holder of taxes in trust, a marketplace facilitator is not liable under both this statute and now IC 6-8.1-8-18 (added in SECTION 77 of this bill) for failure to collect and remit gross retail and use taxes.

Enrolled Act: SEA 243, Sec. 4

Code: IC 6-2.5-9-12

Effective date: January 1, 2023 (Retroactive)

- Creates a rebuttable presumption that the exemption under IC 6-2.5-5-39 for recreational vehicles or cargo trailers by a nonresident does not apply if the purchaser of the recreational vehicle or cargo trailer (as defined in IC 6-2.5-5-39) is a limited liability company, partnership, corporation, or other closely held business organized in another state and a member, partner, or officer of the limited liability company, partnership, corporation, or other closely held business is a resident of Indiana or a nonreciprocal state (as defined in IC 6-2.5-2-5(b)).
- Creates a rebuttable presumption when a motor vehicle (as defined in IC 9-13-2-105(b)), cargo trailer (as defined in IC 6-2.5-5-39), aircraft, or watercraft (as defined in IC 9-13-2-198.5) is either:
 - both:
 - purchased by a limited liability company, partnership, corporation, or other closely held business organized in another state in which at least one member, partner, or officer is a resident of Indiana; and
 - titled and registered in the state in which the limited liability company, partnership, corporation, or other closely held business is organized, and that state does not have a gross retail tax or equivalent tax; or
 - purchased by an Indiana resident and:
 - transferred to a limited liability company, partnership, corporation, or other closely held business organized in another state and in which the resident is a member, partner, or officer; and
 - titled and registered in the state in which the limited liability company, partnership, corporation, or other closely held business is organized, and that state does not have a gross retail tax or equivalent tax;
- that the purpose of such registration and titling was to evade paying Indiana gross retail or use tax in violation of IC 6-2.5.
- Provides that DOR may make any reasonable investigation necessary to enforce the above matters, including entering into an agreement with another state agency or an agency from another state and contracting with third party data service providers. Further provides that if an investigation indicates that an Indiana resident violated the above, DOR:
 - shall provide notice under IC 6-8.1-5-1 or IC 6-8.1-5-3 for the Indiana resident to pay any Indiana gross retail or use tax due, as calculated on the date of purchase of the vehicle, aircraft, cargo trailer, or watercraft and based on the best information available; and
 - after June 30, 2026, may impose a penalty on the Indiana resident of \$500, which is in addition to any penalty assessed pursuant to IC 6-8.1-10-2.1 or IC 6-8.1-10-4.
- Provides that the rebuttable presumptions outlined above may be rebutted by other evidence, such as evidence that:
 - the vehicle, aircraft, cargo trailer, or watercraft is insured for primary use at an address outside of Indiana;
 - the vehicle, aircraft, cargo trailer, or watercraft will be permanently stored or garaged at a physical address outside Indiana; or
 - the Indiana resident owns a secondary residence in the state in which the vehicle, aircraft, cargo trailer, or watercraft is titled or registered.
- Provides that DOR may waive, reduce, or compromise any penalty imposed above after making a record of DOR's actions and upon reasonable cause shown by the Indiana resident.
- Requires DOR to deposit money from a penalty imposed above in accordance with IC 6-2.5-10-1.

Code: IC 6-3-1-3.5

Effective date: July 4, 2025 (Retroactive)

- Amends the definition of “adjusted gross income” in the following ways to comport with changes made in HR 1 (the One Big Beautiful Bill Act):
 - For the addback of an amount equal to the amount excluded from federal gross income under IRC Section 108(f)(5), it pertains to taxable years ending after December 31, 2020, and before January 1, 2026.
 - For the modification for amounts related to specified research or experimental procedures, “procedures” has been changed to “expenditures.”
 - Create a new modification to add or subtract an amount equal to the modifications required for qualified production property under IC 6-3-2-30.
 - For the addback for a claimed federal deduction under IRC Section 250(a)(1)(B), it is attributable now to net CFC tested income instead of global intangible low taxed income.
- Changes references to subsections amended by this SECTION.

Enrolled Act: SEA 243, Sec. 6

Code: IC 6-3-1-11

Effective date: January 1, 2026 (Retroactive)

- Amends the definition of the “Internal Revenue Code” to update that it is the IRC of 1986 as amended and in effect on January 1, 2026 (previously it was January 1, 2023). Various references to January 1, 2023, are also updated to January 1, 2026, throughout this SECTION.

Enrolled Act: SEA 243, Sec. 7

Code: IC 6-3-2-2.5

Effective date: July 4, 2025 (Retroactive)

- Updates a reference to a subdivision within IC 6-3-1-3.5(f) that is amended in SECTION 5 of this bill (prior subdivision (19) is now subdivision (20)).

Enrolled Act: SEA 243, Sec. 8

Code: IC 6-3-2-2.6

Effective date: July 4, 2025 (Retroactive)

- Updates references to subdivisions within IC 6-3-1-3.5 that are amended in SECTION 5 of this bill (subdivisions (b)(22), (d)(20), (e)(20), and (f)(19) are now (b)(23), (d)(21), (e)(21), and (f)(20), respectively).

Enrolled Act: SEA 243, Sec. 9

Code: IC 6-3-2-29

Effective date: January 1, 2025 (Retroactive)

- Amends the definition of “specified research or experimental expenditures” for purposes of the deduction for such to have different meanings based on the tax year as follows:
 - The prior definition of specified research or experimental expenditures (as defined in IRC Section 174(b) as in effect December 31, 2024) that the taxpayer is required to charge to capital account under IRC Section 174(a)(2) applies to taxable years beginning before January 1, 2025.

- For taxable years beginning after December 31, 2024, it means foreign research or experimental expenditures (as defined in IRC Section 174(b)) and domestic research or experimental expenditures (as defined in IRC Section 174A(b)).
- Requires that a taxpayer, except as otherwise provided, for taxable years beginning after December 31, 2021, in determining their adjusted gross income for a particular taxable year shall add to the taxpayer's adjusted gross income the amount deducted pursuant to P.L.119-21, Section 70302(f)(2) for the taxable year.
- Provides that if the taxpayer is an eligible taxpayer permitted to retroactively deduct certain specified research or experimental expenditures as provided in P.L.119-21, Section 70302(f)(1) and does not make a retroactive election under this section, then the taxpayer shall be treated as if the taxpayer was required under federal law to charge specified research or experimental expenditures to capital account.
- Requires that if a taxpayer makes an election to retroactively deduct certain specified research or experimental expenditures as provided in P.L.119-21, Section 70302(f)(1):
 - the taxpayer and DOR shall treat the specified research or experimental expenditures in the same manner as elected for federal income tax purposes;
 - the taxpayer shall be required to amend all tax returns filed under this article or IC 6-5.5 for which the taxpayer reported modifications under this section or filed an amended return with the Internal Revenue Service; and
 - any amended return filed with the Internal Revenue Service shall be treated as being a final adjustment made by the Internal Revenue Service on the date the amended return is filed with the Internal Revenue Service or October 31, 2025, whichever is later.

Enrolled Act: SEA 243, Sec. 10

Code: IC 6-3-2-30

Effective date: July 4, 2025 (Retroactive)

- Creates a modification for "qualified production property," which has the meaning provided in IRC Section 168(n)(2).
- Stipulates that except as otherwise provided in this statute, if a taxpayer makes an election to claim the special depreciation allowance under IRC Section 168(n) with regard to qualified production property used by the taxpayer and placed in service during the current taxable year or a previous taxable year, the taxpayer shall add or subtract the amount required to make the taxpayer's adjusted gross income (as defined in IC 6-3-1-3.5 or IC 6-5.5-1-2) equal to the amount of adjusted gross income determined as if an election had not been made under IRC Section 168(n).
- Provides that a taxpayer will be considered to have made an election to not claim the special depreciation allowances under IRC Section 168 for purposes of computing adjusted gross income under IC 6-3 or IC 6-5.5 if the taxpayer:
 - makes an election under IRC Section 168(n) to claim the special depreciation allowance under that section; and
 - the taxpayer is considered to have elected to not claim other special depreciation allowances under IRC Section 168 as a result of that election.
- Provides that if a taxpayer is subject to recapture of the special depreciation allowance pursuant to IRC Section 168(n)(5), the taxpayer:
 - will be considered to have made an election under IRC Section 168(n);
 - will be considered for purposes of IC 6-3 and IC 6-5.5 to have disposed of the qualified production property on the date specified in IRC Section 168(n)(5) and shall report any

- income from the property for that taxable year, subject to the modifications required by this statute; and
- will be required to report any depreciation, gain, or loss from the qualified production property after the recapture of the special depreciation allowance in the same manner as otherwise provided by the IRC.

Enrolled Act: SEA 243, Sec. 11

Code: IC 6-3-2-31

Effective date: January 1, 2026 (Retroactive)

- Provides that for the 2026 tax year only, a taxpayer is entitled to a deduction from the taxpayer's adjusted gross income in an amount equal to the amount associated with qualified tips that is deducted from a taxpayer's federal adjusted gross income under IRC Section 224.
- Further specifies that if a taxpayer has both qualified tips that are included in the taxpayer's adjusted gross income and qualified tips that are not included in the taxpayer's adjusted gross income, the deduction for purposes of IC 6-3 and IC 6-3.6 shall be equal to the qualified tips deducted from the taxpayer's federal adjusted gross income under IRC Section 224 multiplied by the quotient of:
 - the qualified tips included in the taxpayer's adjusted gross income after the application of any other exemption, deduction, or exclusion of qualified tips from the taxpayer's adjusted gross income under IC 6-3 or IC 6-3.6; divided by
 - the qualified tips included in the taxpayer's federal adjusted gross income.
- This requirement shall be applied separately to IC 6-3 and IC 6-3.6 to the extent that the taxpayer's adjusted gross income is determined separately for each article.

Enrolled Act: SEA 243, Sec. 12

Code: IC 6-3-2-32

Effective date: January 1, 2026 (Retroactive)

- Provides that for the 2026 tax year only, a taxpayer is entitled to a deduction from the taxpayer's adjusted gross income in an amount equal to the amount associated with qualified overtime compensation that is deducted from a taxpayer's federal adjusted gross income under IRC Section 225.
- Further specifies that if a taxpayer has both qualified overtime compensation that is included in the taxpayer's adjusted gross income and qualified overtime compensation that is not included in the taxpayer's adjusted gross income, the deduction for purposes of IC 6-3 and IC 6-3.6 shall be equal to the qualified overtime compensation deducted from the taxpayer's federal adjusted gross income under IRC Section 225 multiplied by the quotient of:
 - the qualified overtime compensation included in the taxpayer's adjusted gross income after the application of any other exemption, deduction, or exclusion of qualified tips from the taxpayer's adjusted gross income under IC 6-3 or IC 6-3.6; divided by
 - the qualified overtime compensation included in the taxpayer's federal adjusted gross income.
- This requirement shall be applied separately to IC 6-3 and IC 6-3.6 to the extent that the taxpayer's adjusted gross income is determined separately for each article.

Enrolled Act: SEA 243, Sec. 13

Code: IC 6-3-2-33

Effective date: January 1, 2026 (Retroactive)

- Provides that for the 2026 tax year only, a taxpayer is entitled to a deduction from the taxpayer's adjusted gross income in an amount equal to the amount associated with qualified passenger vehicle loan interest that is deducted from a taxpayer's federal adjusted gross income under IRC Section 163 and attributable to the exception under IRC Section 163(h)(4).
- Specifies that this deduction shall be allowable only if the taxpayer is a resident of this state at the time the interest is paid or accrued, and in the case of a married couple filing a joint return under IC 6-3, the taxpayer shall be the individual who would be treated as paying the interest if the couple were not married.
- Further specifies that this deduction shall not be permitted against the adjusted gross income of an estate or trust.

Enrolled Act: SEA 243, Sec. 14

Code: IC 6-3-2.1-5

Effective date: January 1, 2025 (Retroactive)

- Updates a reference to IC 6-3-3-3 by adding that it refers to subsection (a) of that statute.

Enrolled Act: SEA 243, Sec. 15

Code: IC 6-3-3-12.1

Effective date: January 1, 2026 (Retroactive)

- Amends the definition of "contribution" for purposes of the credit for contributions to ABLE accounts to not include money transferred in a qualified ABLE rollover contribution described in IRC Section 530A(d)(4)(B).

Enrolled Act: SEA 243, Sec. 16

Code: IC 6-3-3-13

Effective date: January 1, 2022 (Retroactive)

- Clarifies that only individuals who are residents of Indiana during the taxable year are eligible for the adoption credit.
- Further clarifies that if an individual is a resident of Indiana for part of the taxable year and a nonresident of Indiana for part of the taxable year, the allowable credit shall be:
 - the credit allowable under IRC Section 23;
 - multiplied by the number of days the individual was a resident of Indiana; and
 - divided by the number of days the individual was a resident of all states.
- Provides that if an individual and the individual's spouse file a joint return under IC 6-3 for a taxable year, the calculation above for the taxable year shall be made based on the combined resident and nonresident days of the individual and the individual's spouse.

Enrolled Act: SEA 243, Sec. 17

Code: IC 6-3-4-4.1

Effective date: July 1, 2026

- Clarifies that the estimated payment tax penalty for individual taxpayers is calculated by the rate prescribed in IC 6-8.1-10-2.1(b), and not an amount prescribed in that statute as it previously stated.

Enrolled Act: SEA 243, Sec. 18

Code: IC 6-3-4-4.2

Effective date: July 1, 2026

- Clarifies that the estimated payment tax penalty for corporate taxpayers is calculated by the rate prescribed in IC 6-8.1-10-2.1(b), and not an amount prescribed in that statute as it previously stated.

Enrolled Act: SEA 243, Sec. 19

Code: IC 6-3-4-6

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Enrolled Act: SEA 243, Sec. 20

Code: IC 6-3-4-8.2

Effective date: January 1, 2026 (Retroactive)

- Increases the winnings amount required to be withheld by persons engaged in a gambling operation to \$2,000 (from \$1,200 as it was previously) on winnings specified in this statute.
- Provides that for 2027 and later, if the amount for which a payor is required to provide a statement to a recipient under IRC Section 6041 is increased to reflect inflation as provided in IRC Section 6041(h), the amounts described above shall be the amount increased to reflect inflation.

Enrolled Act: SEA 243, Sec. 21

Code: IC 6-3-4.5-2

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Enrolled Act: SEA 243, Sec. 22

Code: IC 6-3-4.5-14

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Enrolled Act: SEA 243, Sec. 23

Code: IC 6-5.5-1-2

Effective date: July 4, 2025 (Retroactive)

- Amends the definition of "adjusted gross income" for purposes of the financial institutions tax in the following ways to comport with changes made in HR 1 (the One Big Beautiful Bill Act):
 - For the modification of amounts related to specified research or experimental procedures, "procedures" has been changed to "expenditures."
 - Create a new modification to add or subtract an amount equal to the modifications required for qualified production property under IC 6-3-2-30.

Enrolled Act: SEA 243, Sec. 24

Code: IC 6-5.5-6-6

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Enrolled Act: SEA 243, Sec. 25

Code: IC 6-5.5-7-1

Effective date: July 1, 2026

- Clarifies that the estimated payment tax penalty for financial institutions tax is calculated by the rate prescribed in IC 6-8.1-10-2.1(b), and not an amount prescribed in that statute as it previously stated.

Enrolled Act: SEA 243, Sec. 26

Code: IC 6-6-6.5-9

Effective date: July 1, 2026

- Clarifies that the exemption from aircraft license excise tax for an aircraft owned by a resident of Indiana that is not a dealer and that is not based in this state at any time, if the owner files the required form not later than 31 days after the date of purchase, will apply if the owner furnishes DOR with satisfactory evidence verifying that aircraft is not based in this state, replacing the requirement that the evidence “verif[ies] where the aircraft is based during the year.”

Enrolled Act: SEA 243, Sec. 27

Code: IC 6-6-6.5-13

Effective date: July 1, 2026

- Creates a credit for a person entitled to a property tax deduction under IC 6-1.1-51-10, which is equal to the amount of the property tax deduction to which the person is entitled under IC 6-1.1-51-10 minus the amount of that deduction used to offset the person's property taxes (unless the aircraft is subject to both the aircraft excise tax and personal property tax, in which case the deduction shall apply to both property taxes and excise taxes).

Enrolled Act: SEA 243, Sec. 28

Code: IC 6-7-1-0.3

Effective date: July 1, 2026

- Repeals IC 6-7-1-0.3, which created requirements for cigarette stamps paid for before July 1, 2002.

Enrolled Act: SEA 243, Sec. 29

Code: IC 6-7-1-0.4

Effective date: July 1, 2026

- Repeals IC 6-7-1-0.4, which created requirements for cigarette stamps paid for before July 1, 2007.

Enrolled Act: SEA 243, Sec. 30

Code: IC 6-7-1-1

Effective date: July 1, 2026

- Modernizes some of the language within the statute.

- Removes language regarding the liability for the cigarette tax, which is moved to IC 6-7-1-14 in SECTION 43 of this bill.

Enrolled Act: SEA 243, Sec. 31

Code: IC 6-7-1-2

Effective date: July 1, 2026

- Modernizes and rearranges some of the language and formatting within the statute, which defines "cigarette."

Enrolled Act: SEA 243, Sec. 32

Code: IC 6-7-1-3

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines "individual package."

Enrolled Act: SEA 243, Sec. 33

Code: IC 6-7-1-4

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines "person."

Enrolled Act: SEA 243, Sec. 34

Code: IC 6-7-1-5

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines "department."

Enrolled Act: SEA 243, Sec. 35

Code: IC 6-7-1-6

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines "distributor."

Enrolled Act: SEA 243, Sec. 36

Code: IC 6-7-1-7

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines "retailer."

Enrolled Act: SEA 243, Sec. 37

Code: IC 6-7-1-7.5

Effective date: July 1, 2026

- Moves the definition of "consumer," which means a person using a cigarette or cigarettes for the purpose of smoking, from IC 6-7-1-8, which is then removed from that statute in SECTION 38 of this bill.

Enrolled Act: SEA 243, Sec. 38

Code: IC 6-7-1-8

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “consumption” or “consume.”
- Removes the definition of “consumer,” which is put into a new definition in IC 6-7-1-7.5 created in SECTION 37 of this bill.

Enrolled Act: SEA 243, Sec. 39

Code: IC 6-7-1-9

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “stamps.”

Enrolled Act: SEA 243, Sec. 40

Code: IC 6-7-1-10

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “counterfeit stamps.”

Enrolled Act: SEA 243, Sec. 41

Code: IC 6-7-1-11

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines “drop shipment.”

Enrolled Act: SEA 243, Sec. 42

Code: IC 6-7-1-13

Effective date: July 1, 2026

- Repeals IC 6-7-1-0.4, which provided the effective date of the cigarette tax. Text from this statute is moved to IC 6-7-1-14 in SECTION 43 of this bill.

Enrolled Act: SEA 243, Sec. 43

Code: IC 6-7-1-14

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which discusses the requirements to affix stamps, which evidence the cigarette tax has been paid.
- Inserts language from IC 6-7-1-13, which was previously repealed in SECTION 42 of this bill.
- Inserts language from IC 6-7-1-1, which was previously repealed in SECTION 30 of this bill.
- Inserts language from IC 6-7-1-18, which is subsequently repealed in SECTION 48 of this bill.
- Inserts language from 45 IAC 8.1-1-20 regarding the need to affix stamps within a carton of cigarettes.
- Inserts language from 45 IAC 8.1-1-2 regarding the need to affix stamps to sample packages of cigarettes.

Enrolled Act: SEA 243, Sec. 44

Code: IC 6-7-1-15

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which concerns DOR being the official agent of the state to administer and enforce IC 6-7-1.
- Removes the requirement that DOR issue rules and regulations before DOR can authorize the use of stamping machines.

Enrolled Act: SEA 243, Sec. 45

Code: IC 6-7-1-16.5

Effective date: July 1, 2026

- Creates a new statute that incorporates the text of 45 IAC 8.1-1-25 concerning DOR taking action upon a distributor's bond or letter of credit.

Enrolled Act: SEA 243, Sec. 46

Code: IC 6-7-1-17

Effective date: July 1, 2026

- Inserts language from 45 IAC 8.1-1-26 regarding discount being disallowed if payment is not received on time.
- Inserts language from 45 IAC 8.1-1-20 prohibiting DOR from selling stamps to anyone but licensed distributors.

Enrolled Act: SEA 243, Sec. 47

Code: IC 6-7-1-17.2

Effective date: July 1, 2026

- Creates a new statute that incorporates text from 45 IAC 8.1-1-18 and 19, concerning DOR's ability to revoke or suspend a distributor's license and the hearing rights and procedures of a distributor on the matter.

Enrolled Act: SEA 243, Sec. 48

Code: IC 6-7-1-18

Effective date: July 1, 2026

- Removes language concerning the requirement for a distributor to firmly affix stamps, which was previously inserted in IC 6-7-1-14 in SECTION 43 of this bill.
- Modernizes some of the language and formatting within the statute.

Enrolled Act: SEA 243, Sec. 49

Code: IC 6-7-1-18.5

Effective date: July 1, 2026

- Creates a new statute that incorporates text from 45 IAC 8.1-1-3 and 28, concerning exemptions from the cigarette tax.

Enrolled Act: SEA 243, Sec. 50

Code: IC 6-7-1-19

Effective date: July 1, 2026

- Inserts language from 45 IAC 8.1-1-29 regarding the requirement for a distributor to keep complete and accurate books and records and where they must be kept.

- Inserts language from 45 IAC 8.1-1-30 regarding the requirement for a distributor to file returns on the fifteenth of every month, and that the return is on forms furnished and prescribed by DOR.
- Modernizes some of the language and formatting within the statute.

Enrolled Act: SEA 243, Sec. 51

Code: IC 6-7-1-21

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which concerns criminal consequences for not affixing stamps.

Enrolled Act: SEA 243, Sec. 52

Code: IC 6-7-1-27

Effective date: July 1, 2026

- Inserts language from 45 IAC 8.1-1-40 prohibiting distributors from selling and transferring stamps to another distributor without permission from DOR, and that if permitted, cannot be accompanied by loose stamps.
- Modernizes some of the language and formatting within the statute.

Enrolled Act: SEA 243, Sec. 53

Code: IC 6-8-1-1

Effective date: July 1, 2026

- Adds institution, national bank, bank, and consignee into the definition of "person."

Enrolled Act: SEA 243, Sec. 54

Code: IC 6-8-1-5.5

Effective date: July 1, 2026

- Creates a definition of "petroleum gatherer," which is incorporated from 45 IAC 6-1-3, to mean
- the following:
 - A person that purchases petroleum products.
 - A person that gathers and transports petroleum products in which the person does not have the right, title, or interest.
 - A person that possesses petroleum products upon which the petroleum severance tax has not been paid.

Enrolled Act: SEA 243, Sec. 55

Code: IC 6-8-1-6

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which defines "producer."

Enrolled Act: SEA 243, Sec. 56

Code: IC 6-8-1-6.5

Effective date: July 1, 2026

- Creates a definition of "purchaser," which is incorporated from 45 IAC 6-1-3, to mean any person engaged in the purchase of petroleum products. The term includes pipelines, refineries, and any other form of petroleum purchasers for resale or use.

Enrolled Act: SEA 243, Sec. 57

Code: IC 6-8-1-7

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which defines "owner."

Enrolled Act: SEA 243, Sec. 58

Code: IC 6-8-1-8

Effective date: July 1, 2026

- Reorganizes and modernizes some of the language and formatting within the statute, which sets the rate and collection of the petroleum severance tax.
- Inserts language from 45 IAC 6-1-1 and 4, detailing the liability for the tax and the reporting requirements for the tax.

Enrolled Act: SEA 243, Sec. 59

Code: IC 6-8-1-9

Effective date: July 1, 2026

- Reorganizes and modernizes some of the language and formatting within the statute, which details how the petroleum severance tax is a lien on the petroleum.
- Inserts language from IC 6-8-1-10, which is subsequently repealed in SECTION 60 of this bill, detailing liability for the tax.
- Inserts language from 45 IAC 6-1-1 and 5, detailing the liability for the tax and the reporting requirements for the tax.

Enrolled Act: SEA 243, Sec. 60

Code: IC 6-8-1-10

Effective date: July 1, 2026

- Repeals IC 6-8-1-10, which provided for the liability of the petroleum severance tax. Text from this statute is moved to IC 6-8-1-9 in SECTION 59 of this bill.

Enrolled Act: SEA 243, Sec. 61

Code: IC 6-8-1-11

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which discusses reporting and payment of the petroleum severance tax.

Enrolled Act: SEA 243, Sec. 62

Code: IC 6-8-1-12

Effective date: July 1, 2026

- Removes language requiring DOR to adopt rules regarding the frequency and manner of reporting.
- Provides that any forms, returns, or reports required to be filed for the petroleum severance tax shall contain the information as DOR may reasonably require for the administration of the tax.

Enrolled Act: SEA 243, Sec. 63

Code: IC 6-8-1-19

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the amount collected from tax.

Enrolled Act: SEA 243, Sec. 64

Code: IC 6-8-1-19.5

Effective date: July 1, 2026

- Creates a new statute that incorporates text from 45 IAC 6-1-9, concerning the refund process.

Enrolled Act: SEA 243, Sec. 65

Code: IC 6-8-1-23

Effective date: July 1, 2026

- Creates a new statute that incorporates text from 45 IAC 6-1-12, concerning the keeping of books and records.

Enrolled Act: SEA 243, Sec. 66

Code: IC 6-8.1-1-4.7

Effective date: July 1, 2026

- Creates a new statute defining "taxes held in trust," which means a listed tax:
 - that is collected or received by a taxpayer from the taxpayer's customer;
 - withheld by the taxpayer for amounts paid or credited to an individual or other entity pursuant to IC 6-3 or IC 6-5.5; or
 - held in trust or as an agent of the state under the applicable listed tax;
- which upon receipt or accrual becomes property of the state.
- Provides that the term "taxes held in trust" includes, but is not limited to, the following listed taxes: the state gross retail and use taxes (IC 6-2.5); withholding for the adjusted gross income tax (IC 6-3); withholding for the local income tax (IC 6-3.6); withholding for the financial institutions tax (IC 6-5.5); the gasoline tax (IC 6-6-1.1); the special fuel tax (IC 6-6-2.5); the auto rental excise tax (IC 6-6-9); the aviation fuel excise tax (IC 6-6-13); the heavy equipment rental excise tax (IC 6-6-15); the vehicle sharing excise tax (IC 6-6-16); the electronic cigarette tax (IC 6-7-4); the various innkeeper's taxes (IC 6-9); and the various food and beverage taxes (IC 6-9).

Enrolled Act: SEA 243, Sec. 67

Code: IC 6-8.1-1-11

Effective date: July 1, 2026

- Creates a new statute defining "responsible person" to mean (except as provided in 6-8.1-18) a person that:
 - is an individual conducting business as a sole proprietor or an employee, contractor, officer, or member of an applicable business entity; and
 - has a duty to remit listed taxes held in trust for DOR or a political subdivision.
- Further defines "applicable business entity" to mean a partnership, corporation, limited liability company, trust, estate, or other combination of individuals or entities that is required to collect, withhold, or remit a tax held in trust.
- Provides that the determination that a person is a responsible person for a tax held in trust shall be made separately for each tax.

Enrolled Act: SEA 243, Sec. 68

Code: IC 6-8.1-3-11

Effective date: Upon Passage

- Clarifies that electronic delivery through DOR's online tax system is a mailing method DOR may use if a statute is silent as to the class or type of mailing to be used.
- Provides that where a mailing is not required by statute, DOR may send the document:
 - electronically through its online tax system if the taxpayer has a registered account in the system; or
 - by using any form of mailing.
- Notwithstanding the above, a taxpayer may affirmatively request to receive all documents from DOR electronically through DOR's online tax system in lieu of receiving such notifications and issuances through the mail.

Enrolled Act: SEA 243, Sec. 69

Code: IC 6-8.1-3-17

Effective date: Upon Passage

- Adds 2023 to the eligible tax periods for the 2026 tax amnesty program.
- Clarifies that the ineligibilities for liabilities resulting from the taxpayer's failure to comply with IC 6-3-1-3.5(b)(3) applies to all wagering taxes.

Enrolled Act: SEA 243, Sec. 70

Code: IC 6-8.1-3-25

Effective date: Upon Passage

- Removes the depositing rules that reference specific tax types and the specific manner in which they should be deposited.
- Clarifies that taxes collected in the 2026 tax amnesty program shall be deposited in the same manner as a payment of the listed tax occurring during the fiscal year in which the amnesty program ends.

Enrolled Act: SEA 243, Sec. 71

Code: IC 6-8.1-4-5

Effective date: Upon Passage

- Changes references of "responsible officer" to "responsible person."

Enrolled Act: SEA 243, Sec. 72

Code: IC 6-8.1-5-2

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Enrolled Act: SEA 243, Sec. 73

Code: IC 6-8.1-6-7

Effective date: Upon Passage

- Provides that, in addition to using a secure electronic delivery service, if the taxpayer provides written consent to DOR, DOR may provide the taxpayer with any documents that would otherwise require delivery by mail by providing the documents electronically through DOR's online tax system.

Enrolled Act: SEA 243, Sec. 74

Code: IC 6-8.1-7-1

Effective date: Upon Passage

- Reorganizes some of the language within the statute, which details the confidentiality requirements of information disclosed by the reports filed under the provisions of the law relating to any of the listed taxes and other specified confidential matters.
- Clarifies that the exception for providing information to the governor also applies to governor's designee within the governor's office.
- Provides that DOR may proactively provide the name, address, and federal identification number or other identification number assigned by DOR for a taxpayer to any designated officer of the state tax department of any other state, the administrative head of a state agency of Indiana, or the chief law enforcement officer of a state or local law enforcement agency in Indiana in order to facilitate the investigation of a taxpayer suspected of a criminal matter in connection with a listed tax, so long as it is agreed that any further information provided is to be kept confidential and used solely for official purposes.
- Clarifies that the aggregate amounts of any of the listed taxes collected on a particular date or within a date range may be released upon written request.
- Provides that name and address of a taxpayer may be released to a person that submits a request related to a vehicle registered with DOR under the International Registration Plan or IC 9-18.1-13-3, as long as the use of the information will be strictly limited to at least one of the reasons listed in IC 9-14-13-7.

Enrolled Act: SEA 243, Sec. 75

Code: IC 6-8.1-8-2

Effective date: July 1, 2026

- Revises the filing rules for when DOR issues a tax warrant:
 - Provides that DOR may not file the warrant with the circuit court clerk of any county in which the person resides or is domiciled, in addition to where they own property as it previously only stated, until at least 20 days after the date the demand notice was mailed to the taxpayer.
 - Provides that if a taxpayer does not reside and is not domiciled in Indiana or DOR is unable to determine the taxpayer's residence or domicile, DOR may file the tax warrant with the circuit court clerk of Marion County.
 - Provides that DOR may also send the warrant to the sheriff of any county in which the person resides or is domiciled, in addition to where they own property as it previously stated, and direct the sheriff to file the warrant with the circuit court clerk.
- Clarifies that a person who gives notice to DOR to foreclose a lien by registered or certified mail to DOR may file an affidavit of service of the notice to file an action to foreclose the lien with the circuit court clerk in the county in which the warrant was filed, instead of in which the property is located, as it previously stated.
- Provides that if a taxpayer has tax warrants in multiple counties, the taxpayer must file a separate affidavit for each county. If a taxpayer fails to file an affidavit in each county in which a warrant is filed, the affidavit is effective only for property in the counties in which the taxpayer files the affidavit.
- Removes rulemaking requirements for DOR concerning expungement.
- Provides that expungement of a tax warrant can also be performed by the commissioner's designee in addition to the commissioner. Requires the taxpayer to request an expungement.

Adds the tax warrant being for one or more tax liabilities that have been resolved through DOR as a circumstance to expunge a tax warrant.

- Requires taxpayers to complete a form prescribed by DOR and submit any documentation that may support a request above. Permits DOR to grant requests for tax warrant expungement if DOR determines:
 - the filing of the tax warrant was in error;
 - the release of the judgment and expungement of the tax warrant are in the best interest of the state; or
 - the expungement facilitates the collection of outstanding tax liabilities owed by the taxpayer as provided below.
- Provides that the release of a judgment and an expungement of a tax warrant are in the best interest of the state if the release and expungement facilitates the collection of outstanding liabilities owed by the taxpayer, including interest and penalties accrued to the date of payment, which is demonstrated if each of the following are true:
 - The taxpayer has satisfied all the outstanding liabilities owed, including penalties and interest accrued to the date of payment, associated with the judgment and warrant.
 - The taxpayer has filed the outstanding required returns for each listed tax associated with the judgment and warrant.
 - The taxpayer is, at the time of making the determination, in compliance regarding the filing of any other individual, business, and informational returns, and current on payments associated with those returns.
 - The judgment or warrant is not the subject of pending litigation.
- Provides that DOR's determination that the release of a judgment and an expungement of a warrant are in the best interest of the state includes any of the following factors:
 - The age and amount of the underlying tax liability.
 - The taxpayer's history of compliance with respect to voluntarily paying taxes.
 - Other tax warrants or outstanding liabilities of the taxpayer.
 - Whether notice of the underlying liability was received by the taxpayer before the issuance of the tax warrant.
 - The taxpayer's attempts, if any, to communicate with DOR and resolve the liability before the issuance of the warrant.
 - Whether delays in paying or posting tax payments associated with the underlying liability that caused the tax warrant are attributable to the fault or negligence of the taxpayer.
 - If the taxpayer did not owe the underlying tax for which the warrant was issued.
 - If the warrant was not issued under, or authorized by, statute.
 - If the filing of the tax warrant was premature or otherwise not in compliance with DOR's procedures.
 - Other required tax filings are on file.
- Requires DOR to issue the letter granting or denying the expungement request to the taxpayer.

Enrolled Act: SEA 243, Sec. 76

Code: IC 6-8.1-8-2.1

Effective date: July 1, 2026

- Provides that warrant filed by DOR under IC 6-8.1-8-2 must be filed using DOR's designated direct electronic interface.

- Provides that for purposes of IC 6-8.1-8-3, the jurisdiction of the sheriff of the county in which a warrant is filed is limited to the taxpayer's choses in action and real and tangible personal property located in that county.

Enrolled Act: SEA 243, Sec. 77

Code: IC 6-8.1-8-18

Effective date: July 1, 2026

- Creates a statute providing for consolidated rules pertaining to responsible persons that hold taxes in trust for the state.
- Stipulates that responsible persons holding taxes in trust for the state are personally liable for the payment of those taxes, plus any penalties and interest attributable to those taxes, to the state, and that if the individual knowingly fails to collect or remit those taxes to the state, the individual commits a Level 6 felony.
- Provides that a business and each responsible person for a particular tax held in trust for a period are jointly and severally liable for that tax, including interest and penalties.
- Establishes an enumerated formula for determining the refunding of any overpayment when a business and one or more responsible persons remit more than the amount due, including penalties and interest, for a tax held in trust.

Enrolled Act: SEA 243, Sec. 78

Code: IC 6-8.1-9-1

Effective date: January 1, 2026 (Retroactive)

- Extends the deadline that taxpayers and DOR have to respond to revenue agent report changes to one year beginning January 1, 2026, instead of 180 days as it was previously.

Enrolled Act: SEA 243, Sec. 79

Code: IC 6-8.1-10-9.5

Effective date: Upon Passage

- Changes a reference of "responsible officer" to "responsible person."

Enrolled Act: SEA 243, Sec. 80

Code: IC 6-8.1-10-12

Effective date: Upon Passage

- Clarifies that the additional penalty for failure to participate in the 2026 amnesty program does not apply if the taxpayer had established a payment plan with DOR before April 1, 2026, (instead of May 15, 2025, as it was previously) or if the taxpayer has a liability that consists only of a penalty imposed with regard to a listed tax for a tax period or has a liability for penalties that are greater than 100% of the total liabilities for listed taxes eligible for participation in the tax amnesty program.

Enrolled Act: SEA 243, Sec. 81

Code: IC 7.1-4-2-1

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the rate of the beer excise tax.

Enrolled Act: SEA 243, Sec. 82

Code: IC 7.1-4-2-7

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to invoice retention for the beer excise tax.

Enrolled Act: SEA 243, Sec. 83

Code: IC 7.1-4-2-8

Effective date: July 1, 2026

- Removes language regarding exempt circumstances for the beer excise tax, which is addressed later in SECTION 95 of this bill.
- Removes language requiring DOR to promulgate rules.

Enrolled Act: SEA 243, Sec. 84

Code: IC 7.1-4-3-1

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the rate of the liquor excise tax.

Enrolled Act: SEA 243, Sec. 85

Code: IC 7.1-4-3-5

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to exemptions from the liquor excise tax.

Enrolled Act: SEA 243, Sec. 86

Code: IC 7.1-4-4-1

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the rate of the wine excise tax.

Enrolled Act: SEA 243, Sec. 87

Code: IC 7.1-4-4-2

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which pertains to the application of the wine excise tax.

Enrolled Act: SEA 243, Sec. 88

Code: IC 7.1-4-4-5

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which pertains to the powers of DOR in enforcing the wine excise tax.

Enrolled Act: SEA 243, Sec. 89

Code: IC 7.1-4-4-6

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which pertains to the exemptions from the wine excise tax.

Enrolled Act: SEA 243, Sec. 90

Code: IC 7.1-4-4.5-1

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the rate of the hard cider excise tax.

Enrolled Act: SEA 243, Sec. 91

Code: IC 7.1-4-6-2

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which pertains to the penalties for noncompliance with any of the alcohol taxes under IC 7.1-4.
- Inserts language from 45 IAC 7-1-1, detailing the liability for alcohol taxes under IC 7.1-4.

Enrolled Act: SEA 243, Sec. 92

Code: IC 7.1-4-6-2.1

Effective date: July 1, 2026

- Removes language requiring DOR to promulgate rules.

Enrolled Act: SEA 243, Sec. 93

Code: IC 7.1-4-6-3

Effective date: July 1, 2026

- Inserts language from 45 IAC 7-4-1, detailing the tax upon sale or withdrawal for sale for alcohol tax purposes under IC 7.1-4.

Enrolled Act: SEA 243, Sec. 94

Code: IC 7.1-4-6-3.6

Effective date: July 1, 2026

- Repeals 7.1-4-6-3.6, which required DOR to promulgate rules.

Enrolled Act: SEA 243, Sec. 95

Code: IC 7.1-4-6-3.7

Effective date: July 1, 2026

- Creates a new statute that incorporates the text of 45 IAC 7-3-5.5 and 7-3-6, concerning distributors being able to claim deductions and the proof required.

Enrolled Act: SEA 243, Sec. 96

Code: IC 7.1-4-6-4

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the discount for timely payment of an alcohol tax.

Enrolled Act: SEA 243, Sec. 97

Code: IC 7.1-4-6-5

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to determining when a sale is made for purpose of an alcohol tax.

Enrolled Act: SEA 243, Sec. 98

Code: IC 7.1-4-6-5.5

Effective date: July 1, 2026

- Creates a new statute that incorporates the text of 45 IAC 7-6-1, concerning exempt transactions from an alcohol tax.

Enrolled Act: SEA 243, Sec. 99

Code: IC 7.1-4-6-6

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to floor stock tax not being imposed by IC 7.1-4.

Enrolled Act: SEA 243, Sec. 100

Code: IC 7.1-4-6-7

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the appropriation for enforcement of IC 7.1.

Enrolled Act: SEA 243, Sec. 101

Code: IC 7.1-4-6-8

Effective date: July 1, 2026

- Modernizes some of the language and formatting within the statute, which pertains to the duties of the attorney general and local prosecutors for the alcohol taxes under IC 7.1-4.

Enrolled Act: SEA 243, Sec. 102

Code: IC 7.1-4-9-8

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the basis and distribution of use of funds under IC 7.1.

Enrolled Act: SEA 243, Sec. 103

Code: IC 7.1-4-9-9

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the timing of distributions of funds under IC 7.1.

Enrolled Act: SEA 243, Sec. 104

Code: IC 7.1-4-9-10

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the appropriations from the general fund for deficiencies of funds under IC 7.1.

Enrolled Act: SEA 243, Sec. 105

Code: IC 7.1-4-10-2

Effective date: July 1, 2026

- Modernizes some of the language within the statute, which pertains to the use of funds under IC 7.1.

Enrolled Act: SEA 243, Sec. 106

Code: IC 23-15-13

Effective date: March 15, 2026

- Creates a new chapter to address the payments to business entities involving a cash transaction.
- Defines “business entity” to mean any: bank; hospital; health care provider; sole proprietorship; corporation; limited liability company; association; partnership; joint stock company; joint venture; mutual fund; trust; estate; joint tenancy; other form of business organization; or state or local unit, for transactions that include a state or local unit selling or otherwise providing property or services for consideration.
- Defines “total transaction amount” to mean the amount of the transaction prior to any tax imposed in addition to any tax imposed on the transaction and paid to the business entity, regardless of whether the tax is required to be separately stated or whether the business entity is an agent or trustee of a governmental entity. Further provides that tax for purposes of this statute includes state or local taxes as defined in IC 5-36.5-1-4 (created in SECTION 1 of this bill) and any amounts imposed by any other governmental entity other than a state or local unit.
- Provides that for a total transaction amount payable to a business entity, except as provided below for a total transaction amount that is less than \$0.05, the business entity may round the total transaction amount for all transactions with a number other than zero (0) or five (5) in the second decimal place by either:
 - rounding the total transaction amount downward to the next amount divisible by \$0.05;
 - rounding the total transaction amount upward to the next amount divisible by \$0.05; or
 - to the nearest \$0.05 increment by:
 - for a total transaction amount with one (1), two (2), six (6), or seven (7) in the second decimal place, rounding the total transaction amount downward to the next amount divisible by \$0.05; or
 - for a total transaction amount with three (3), four (4), eight (8), or nine (9) in the second decimal place, rounding the total transaction amount upward to the next amount divisible by \$0.05.
- Provides that for a total transaction amount that is less than \$0.05, the business entity may round the amount downward or upward to either zero cents (\$0.00) or \$0.05.
- **NOTE:** The effective date of this SECTION was amended by SECTION 24 of HEA 1406. The rounding requirement was also changed from “must” to “may” in SECTION 18 of HEA 1406.

Enrolled Act: SEA 243, Sec. 107

Code: IC 35-52-6-62.5

Effective date: Upon Passage

- Provides that IC 6-8.1-8-18 defines a crime concerning taxes.

Enrolled Act: SEA 243, Sec. 108

Code: Non-Code

Effective date: January 1, 2023 (Retroactive)

- Clarifies that IC 6-2.5-9-12, as added by this bill, is effective for transactions occurring after June 30, 2023.
- Provides that for purposes of IC 6-2.5-9-12, all transactions shall be considered as having occurred after June 30, 2023, to the extent that delivery of the vehicle, aircraft, cargo trailer, or watercraft constituting selling at retail is made after that date to the purchaser or to the place of delivery designated by the purchaser. However, a transaction shall be considered as having occurred before July 1, 2023, to the extent that the agreement of the parties to the transaction was entered into before July 1, 2023, and payment for the vehicle, aircraft, cargo trailer, or watercraft furnished in the transaction is made before July 1, 2023, notwithstanding the delivery of the vehicle after June 30, 2023.
- Stipulates that this non-code SECTION expires July 1, 2029.

Enrolled Act: SEA 243, Sec. 109

Code: Non-Code

Effective date: July 4, 2025 (Retroactive)

- Clarifies that IC 6-3-1-3.5, IC 6-3-2-2.5, IC 6-3-2-2.6, and IC 6-5.5-1-2, all as amended by this bill, apply to taxable years ending after July 4, 2025.
- Clarifies that IC 6-3-2-30, as added by this bill, applies to qualified production property placed in service after July 4, 2025.
- Stipulates that this non-code SECTION expires July 1, 2030.

Enrolled Act: SEA 243, Sec. 110

Code: Non-Code

Effective date: January 1, 2026 (Retroactive)

- Clarifies that IC 6-3-4.5-14 and IC 6-8.1-5-2, as amended by this bill, are effective for final adjustments and modifications received by DOR after December 31, 2025.
- Clarifies that IC 6-8.1-9-1, as amended by this bill, is effective for modifications issued by the Internal Revenue Service after December 31, 2025.
- Stipulates that this non-code SECTION expires July 1, 2029.

Enrolled Act: SEA 243, Sec. 111

Code: Non-Code

Effective date: July 1, 2026

- Clarifies that IC 6-8.1-8-2, as amended by this bill, is effective for tax warrants filed after June 30, 2026.
- Provides that for purposes of a tax warrant renewal filed under IC 6-8.1-8-2(f)(3), the extension of the tax warrant to all choses in action in the state or real or tangible personal property in this state apply to renewals filed with a county after June 30, 2026.
- Provides that if DOR wishes to extend a tax warrant filed before July 1, 2026, to the entire state, DOR must amend the tax warrant with one or more counties in which DOR previously has filed the tax warrant, or file an additional tax warrant in one or more counties in which DOR would be permitted to file a tax warrant, after June 30, 2026.

- Stipulates that this non-code SECTION expires July 1, 2029.

Enrolled Act: SEA 243, Sec. 112

Code: Non-Code

Effective date: January 1, 2027

- Clarifies that IC 5-36.5 as added by this bill applies only to cash transactions occurring after December 31, 2026.
- Provides that except as provided below, a retail transaction is considered to have occurred after December 31, 2026, if the property whose transfer constitutes selling at retail is delivered to the purchaser or to the place of delivery designated by the purchaser after December 31, 2026.
- Further provides that notwithstanding the delivery of the property constituting selling at retail after December 31, 2026, a transaction is considered to have occurred before January 1, 2027, to the extent that:
 - the agreement of the parties to the transaction is entered into before January 1, 2027; and
 - the payment for the property furnished in the transaction is made before January 1, 2027.
- Stipulates that this non-code SECTION expires January 1, 2030.
- **NOTE:** This SECTION was amended by SECTION 25 of HEA 1406 to remove reference to IC 6-2.5-2-2 and IC 23-15-13.

SEA 259 – Partnership Composite Returns

Enrolled Act: SEA 259, Sec. 1

Code: IC 6-3-2.1-2

Effective date: Upon Passage

- Changes a reference from IC 6-3-4-15(i) to IC 6-3-4-15(j) to conform with changes in SECTION 4 of this bill.

Enrolled Act: SEA 259, Sec. 2

Code: IC 6-3-4-12

Effective date: Upon Passage

- Clarifies that a partnership is subject to a penalty imposed under IC 6-8.1-10-2.1(j) if it does not include all nonresident partners that have distributive share income from the partnership:
 - as determined under this article; and
 - derived from Indiana sources;

of greater than \$0 in the composite return. Previously, the penalty was imposed if the partnership did not include all nonresident partners on the composite return, without qualifications.

Enrolled Act: SEA 259, Sec. 3

Code: IC 6-3-4-13

Effective date: Upon Passage

- Clarifies that a corporation is subject to a penalty imposed under IC 6-8.1-10-2.1(j) if it does not include all nonresident shareholders that have distributive share income from the corporation:
 - as determined under this article; and

- derived from Indiana sources;

of greater than \$0 in the composite return. Previously, the penalty was imposed if the corporation did not include all nonresident shareholders on the composite return, without qualifications.

Enrolled Act: SEA 259, Sec. 4

Code: IC 6-3-4-15

Effective date: Upon Passage

- Provides that if a trust or estate is subject to a penalty imposed under IC 6-8.1-10-2.1(j) if the trust or estate does not include all nonresident beneficiaries that have distributable net income from the trust or estate:
 - as determined under this article; and
 - derived from Indiana sources;
- of greater than \$0 in the composite return.

Enrolled Act: SEA 259, Sec. 5

Code: IC 6-8.1-10-2.1

Effective date: Upon Passage

- Fixes statutory references within the statute imposing a \$500 penalty for failure to include nonresident partners, shareholders, or beneficiaries in a composite return to comport with changes made in SECTIONS 2 through 4 of this bill.
- Clarifies that for purposes of this penalty:
 - no penalty shall be imposed on the failure to list nonresident partners, nonresident shareholders, or nonresident beneficiaries not described in IC 6-3-4-12(j), IC 6-3-4-13(k), or IC 6-3-4-15(i), on a composite return; and
 - the determination of whether a partner, shareholder, or beneficiary is required to be included on a composite return shall be determined at the time the pass through entity files its return required under IC 6-3 unless the determination by the pass through entity was the result of:
 - fraud; or
 - intentional or reckless disregard of IC 6-3 or the IRC.

Enrolled Act: SEA 259, Sec. 6

Code: Non-Code

Effective date: Upon Passage

- Provides that IC 6-3-4-12, 20 IC 6-3-4-13, IC 6-3-4-15, and IC 6-8.1-10-21, all as amended by this bill, are effective for pass through entity returns due after passage, including any extensions allowable for the return.