

HOUSE BILL No. 1149

DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-1.1-12-14.

Synopsis: Assessed value deduction for disabled veterans. Increases the assessed value cap, from \$200,000 to \$240,000, that applies to the property tax deduction for a veteran who: (1) has a total disability; or (2) is at least 62 years of age and has at least a 10% disability. Provides that for purposes of determining the assessed value of the real property, mobile home, or manufactured home for an individual who has received a deduction in a previous year, increases in assessed value that occur after December 31, 2024, are not considered for purposes of determining whether an individual is eligible to receive the deduction.

Effective: July 1, 2024.

Cherry

January 8, 2024, read first time and referred to Committee on Ways and Means.



Second Regular Session of the 123rd General Assembly (2024)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2023 Regular Session of the General Assembly.

HOUSE BILL No. 1149

A BILL FOR AN ACT to amend the Indiana Code concerning taxation.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 6-1.1-12-14, AS AMENDED BY P.L.174-2022,
2 SECTION 20, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2024]: Sec. 14. (a) Except as provided in subsection (c) and
4 except as provided in section 40.5 of this chapter, an individual may
5 have the sum of fourteen thousand dollars (\$14,000) deducted from the
6 assessed value of the real property, mobile home not assessed as real
7 property, or manufactured home not assessed as real property that the
8 individual owns (or the real property, mobile home not assessed as real
9 property, or manufactured home not assessed as real property that the
10 individual is buying under a contract that provides that the individual
11 is to pay property taxes on the real property, mobile home, or
12 manufactured home if the contract or a memorandum of the contract is
13 recorded in the county recorder's office) if:
14 (1) the individual served in the military or naval forces of the
15 United States for at least ninety (90) days;
16 (2) the individual received an honorable discharge;
17 (3) the individual either:



- 1 (A) has a total disability; or
 2 (B) is at least sixty-two (62) years old and has a disability of at
 3 least ten percent (10%);
 4 (4) the individual's disability is evidenced by:
 5 (A) a pension certificate or an award of compensation issued
 6 by the United States Department of Veterans Affairs; or
 7 (B) a certificate of eligibility issued to the individual by the
 8 Indiana department of veterans' affairs after the Indiana
 9 department of veterans' affairs has determined that the
 10 individual's disability qualifies the individual to receive a
 11 deduction under this section; and
 12 (5) the individual:
 13 (A) owns the real property, mobile home, or manufactured
 14 home; or
 15 (B) is buying the real property, mobile home, or manufactured
 16 home under contract;
 17 on the date the statement required by section 15 of this chapter is
 18 filed.
 19 (b) Except as provided in subsections (c) and (d), the surviving
 20 spouse of an individual may receive the deduction provided by this
 21 section if:
 22 (1) the individual satisfied the requirements of subsection (a)(1)
 23 through (a)(4) at the time of death; or
 24 (2) the individual:
 25 (A) was killed in action;
 26 (B) died while serving on active duty in the military or naval
 27 forces of the United States; or
 28 (C) died while performing inactive duty training in the military
 29 or naval forces of the United States; and
 30 the surviving spouse satisfies the requirement of subsection (a)(5) at
 31 the time the deduction statement is filed. The surviving spouse is
 32 entitled to the deduction regardless of whether the property for which
 33 the deduction is claimed was owned by the deceased veteran or the
 34 surviving spouse before the deceased veteran's death.
 35 (c) Except as provided in ~~subsection (f)~~, **subsection (f) or (g)**, no
 36 one is entitled to the deduction provided by this section if the assessed
 37 value of the individual's Indiana real property, Indiana mobile home not
 38 assessed as real property, and Indiana manufactured home not assessed
 39 as real property, as shown by the tax duplicate, exceeds the assessed
 40 value limit specified in subsection (d).
 41 (d) Except as provided in ~~subsection (f)~~, **subsection (f) or (g)**, for
 42 the:



1 (1) January 1, 2017, January 1, 2018, and January 1, 2019,
 2 assessment dates, the assessed value limit for purposes of
 3 subsection (c) is one hundred seventy-five thousand dollars
 4 (\$175,000); ~~and~~

5 (2) January 1, 2020, **January 1, 2021, January 1, 2022, January**
 6 **1, 2023, and January 1, 2024, assessment dates, assessment**
 7 **date and for each assessment date thereafter,** the assessed value
 8 limit for purposes of subsection (c) is two hundred thousand
 9 dollars (\$200,000); ~~and~~

10 **(3) January 1, 2025, assessment date and for each assessment**
 11 **date thereafter, the assessed value limit for purposes of**
 12 **subsection (c) is two hundred forty thousand dollars**
 13 **(\$240,000).**

14 (e) An individual who has sold real property, a mobile home not
 15 assessed as real property, or a manufactured home not assessed as real
 16 property to another person under a contract that provides that the
 17 contract buyer is to pay the property taxes on the real property, mobile
 18 home, or manufactured home may not claim the deduction provided
 19 under this section against that real property, mobile home, or
 20 manufactured home.

21 (f) **This subsection applies to assessment dates before January**
 22 **1, 2025.** For purposes of determining the assessed value of the real
 23 property, mobile home, or manufactured home under subsection (d) for
 24 an individual who has received a deduction under this section in a
 25 previous year, increases in assessed value that occur after the later of:

26 (1) December 31, 2019; or

27 (2) the first year that the individual has received the deduction;
 28 are not considered unless the increase in assessed value is attributable
 29 to substantial renovation or new improvements. Where there is an
 30 increase in assessed value for purposes of the deduction under this
 31 section, the assessor shall provide a report to the county auditor
 32 describing the substantial renovation or new improvements, if any, that
 33 were made to the property prior to the increase in assessed value.

34 (g) **This subsection applies for assessment dates after December**
 35 **31, 2024. For purposes of determining the assessed value of the real**
 36 **property, mobile home, or manufactured home under subsection**
 37 **(d) for an individual who has received a deduction under this**
 38 **section in a previous year, increases in assessed value that occur**
 39 **after December 31, 2024, are not considered for purposes of**
 40 **determining whether an individual is eligible to receive the**
 41 **deduction under this section.**

42 SECTION 2. [EFFECTIVE JULY 1, 2024] (a) IC 6-1.1-12-14, as



1 amended by this act, applies to assessment dates after December
2 31, 2024.

3 (b) This SECTION expires July 1, 2028.

