



## Projected Fiscal Impacts of the Property Tax Reform Bill of 2008

On March 14, 2008, the Indiana legislature gave final approval to HB 1001, a property tax reform measure that will be touted as “highly meaningful” and “lasting property tax reform.” Whether or not a property owner shares that view may depend on the type of property owned and where in Indiana that property is located.

The following summary charts show the projected impacts of HB 1001. The first chart shows projected statewide average reductions in property tax bills by property type. The averages combine items enacted in 2007, but effective in 2008, with the 2008 bill. The second chart shows these projected averages for homesteads and personal property by Indiana county.

The primary tax bill reduction measure contained in HB 1001 was the application of tax caps called “circuit breakers.” Under those caps, a property’s net tax liability cannot exceed a prescribed percentage. The percentage is different for various property types. The third and fourth charts show the projected reductions in taxes due to the tax caps both by property type and county. These amounts will be reductions in revenues to various units of local government per county. The fourth and fifth charts show the projected number of properties that will have a tax cap application by county.

### Impacts of HB 1001 - The Property Tax Reform Bill of 2008 Statewide Average Property Tax Impacts by Category

#### Year-Over-Year Change New Plan

Property Type	2008	2009	2010
Homesteads	-21.2%	3.4%	0.5%
Non-HS Residential	3.7%	-4.2%	-7.1%
Apartments	3.6%	-4.7%	-9.6%
Other Real	3.5%	2.8%	0.3%
Personal Property	-1.5%	-11.3%	-2.3%
<b>Total</b>	<b>-6.1%</b>	<b>-0.8%</b>	<b>-1.6%</b>

**Projected Homeowner Tax Bill  
Year-Over-Year Changes**

**Projected Personal Property Tax  
Bill Year-Over-Year Changes**

<b>County</b>	<b>2008 (Percentage)</b>	<b>2009 (Percentage)</b>	<b>2010 (Percentage)</b>	<b>2008 (Percentage)</b>	<b>2009 (Percentage)</b>	<b>2010 (Percentage)</b>
Adams	-16.4	13.0	3.4	3.7	-4.4	-0.4
Allen	-21.4	10.4	-0.1	1.1	-7.0	-0.7
Bartholomew	-16.2	14.9	3.9	-0.2	-6.6	-0.3
Benton	-34.5	13.7	1.8	-0.2	-25.2	-0.1
Blackford	-20.4	7.7	-2.9	-1.0	-0.1	-0.7
Boone	-5.6	-19.8	-5.0	-2.9	-4.4	-1.9
Brown	-44.7	-25.4	6.0	1.9	-23.6	-2.7
Carroll	-24.6	18.4	0.3	-0.8	-6.6	-3.6
Cass	-25.6	9.2	0.6	-5.1	-4.8	-8.0
Clark	-30.4	32.5	9.5	-3.4	-15.4	-1.0
Clay	-29.9	40.0	5.5	-0.6	-2.9	-1.0
Clinton	-22.8	14.8	3.9	-1.0	-6.2	-0.8
Crawford	-19.1	-0.8	-8.2	-0.2	-12.9	-0.9
Daviess	-23.1	23.1	-3.5	0.2	-2.7	-2.4
Dearborn	-12.9	-4.5	4.9	1.1	-13.4	-0.4
Decatur	-19.5	12.5	7.5	2.2	-12.0	-0.4
DeKalb	-47.3	63.5	7.7	-2.2	-11.1	-0.4
Delaware	-21.1	6.1	0.4	2.4	-9.7	-4.0
Dubois	-13.9	-1.3	1.0	0.6	-6.4	-0.9
Elkhart	-19.6	4.2	-0.2	-1.7	-6.3	-0.8
Fayette	-64.7	46.8	14.7	0.4	-8.2	0.2
Floyd	-22.3	14.3	6.7	1.8	-6.5	-0.9
Fountain	-24.7	13.2	4.7	0.0	-10.3	-0.6
Franklin	-20.7	21.7	6.1	3.0	-7.1	-0.6
Fulton	-26.0	11.3	4.5	-4.5	-11.8	-0.5
Gibson	-22.4	8.6	-1.9	-0.1	-7.5	-1.3
Grant	-33.1	13.3	5.5	-0.8	-14.4	-0.3
Greene	-16.1	-1.9	0.2	-0.9	-7.2	-1.3
Hamilton	-10.2	-7.4	2.4	-0.7	-1.9	-1.6
Hancock	-15.8	4.2	1.2	-1.0	-1.0	-1.3
Harrison	-17.8	6.2	5.9	-0.7	-10.7	-0.9
Hendricks	-9.9	-6.9	-4.2	-0.9	1.4	-2.0
Henry	-20.5	7.1	2.0	0.6	-5.6	-1.0

**Projected Homeowner Tax Bill  
Year-Over-Year Changes**

**Projected Personal Property Tax Bill  
Year-Over-Year Changes**

County	Projected Homeowner Tax Bill			Projected Personal Property Tax Bill		
	2008 (Percentage)	2009 (Percentage)	2010 (Percentage)	2008 (Percentage)	2009 (Percentage)	2010 (Percentage)
Howard	-41.0	-10.1	11.0	-0.7	-8.4	0.4
Huntington	-26.5	23.7	-0.5	-1.5	-2.2	-0.7
Jackson	-23.2	12.6	6.6	-0.6	-9.6	-0.5
Jasper	-39.1	2.5	5.2	-2.9	-36.4	-1.9
Jay	-42.5	16.3	6.3	-3.9	-3.8	-2.7
Jefferson	-22.1	3.8	1.4	-4.1	-5.8	-0.4
Jennings	-22.3	8.8	1.8	-2.4	-3.9	-0.6
Johnson	-13.7	-0.5	-0.5	-1.3	-1.8	-1.5
Knox	-24.9	10.7	-2.6	-0.4	-9.2	-1.0
Kosciusko	-17.5	0.2	5.5	-0.3	-8.3	-0.3
LaGrange	-17.9	4.4	5.7	0.8	-12.0	-0.4
Lake	-20.5	-3.2	0.7	-2.2	-26.7	-8.3
LaPorte	-27.6	27.7	0.7	-2.3	-2.3	-0.6
Lawrence	-21.8	13.6	-0.5	1.7	-4.5	-0.9
Madison	-25.8	14.6	3.4	0.1	-5.2	-1.4
Marion	-19.2	-1.3	-6.5	-2.2	-9.7	-2.7
Marshall	-21.5	5.3	4.5	1.4	-9.8	-0.5
Martin	-11.8	-3.6	1.8	4.8	-10.5	-0.9
Miami	-28.8	14.9	4.2	-2.9	-8.2	-4.0
Monroe	-23.4	7.8	7.1	-1.2	-11.0	-1.0
Montgomery	-48.3	-31.0	11.2	-0.3	-14.3	-1.9
Morgan	-48.2	12.3	5.3	-2.2	-36.8	-2.3
Newton	-22.0	16.2	2.3	1.7	-10.8	-0.5
Noble	-23.7	14.1	5.7	-1.7	-4.6	-0.5
Ohio	-30.0	25.9	8.1	1.2	-18.0	-0.2
Orange	-17.9	8.1	5.1	3.6	-8.9	-0.9
Owen	-10.0	-5.4	2.8	1.7	-6.7	-0.9
Parke	-23.9	7.2	2.0	-4.5	-10.9	-2.5
Perry	-32.0	28.2	-0.4	-1.6	-3.1	-1.3
Pike	-19.8	6.4	1.4	0.3	-11.9	0.6
Porter	-25.4	7.5	-0.1	-0.2	-7.2	-1.0
Posey	-31.8	18.9	4.2	-0.1	-24.8	-0.2
Pulaski	-45.4	13.8	6.0	-7.1	-35.0	-1.7
Putnam	-20.2	4.6	3.3	-4.1	-6.5	-1.2
Randolph	-25.0	9.5	1.9	-3.3	-8.9	-2.2
Ripley	-13.2	-1.2	6.9	10.2	-20.9	-0.3

**Projected Homeowner Tax Bill  
Year-Over-Year Changes**

**Projected Personal Property Tax Bill  
Year-Over-Year Changes**

County	Projected Homeowner Tax Bill			Projected Personal Property Tax Bill		
	2008 (Percentage)	2009 (Percentage)	2010 (Percentage)	2008 (Percentage)	2009 (Percentage)	2010 (Percentage)
Rush	-26.4	32.9	6.5	2.8	-10.2	-1.4
St. Joseph	-28.3	11.6	3.1	-4.1	-4.6	-3.2
Scott	-17.9	-2.0	2.0	-3.9	-3.9	-1.0
Shelby	-21.0	4.9	0.9	-2.6	-6.6	-1.0
Spencer	-17.5	4.5	5.4	1.0	-13.2	0.7
Starke	-20.2	-1.4	4.3	-5.3	-6.5	-1.2
Steuben	-19.4	-4.0	6.5	0.6	-15.7	-0.7
Sullivan	-24.1	4.5	-1.0	-10.3	-3.5	-0.6
Switzerland	-20.9	7.3	7.2	2.4	-21.4	0.4
Tippecanoe	-19.6	-1.8	7.2	-0.8	-15.0	-0.3
Tipton	-22.9	24.6	3.8	0.5	-0.9	-0.4
Union	-15.6	-4.5	2.2	-1.6	-9.3	-1.1
Vanderburgh	-33.6	27.6	6.9	-2.5	-11.0	-0.3
Vermillion	-14.9	-0.8	-2.1	1.5	-8.3	0.2
Vigo	-36.2	41.0	-1.4	-4.3	-2.0	-0.3
Wabash	-63.1	32.9	13.9	-2.8	-21.4	-1.4
Warren	-29.9	18.6	4.0	-4.8	-13.3	-2.6
Warrick	-17.4	8.9	5.5	0.4	-6.0	-0.4
Washington	-18.7	10.8	3.0	0.2	-6.2	-0.8
Wayne	-28.2	26.7	-3.7	-2.1	-4.4	-0.3
Wells	-21.2	-4.1	6.3	1.9	-9.3	-2.7
White	-19.8	7.9	5.2	-0.7	-10.6	-0.9
Whitley	-20.8	14.2	4.2	-1.0	-3.1	-1.2
	<b>-21.2%</b>	<b>3.4</b>	<b>0.5</b>	<b>-1.5</b>	<b>-11.3</b>	<b>-2.3</b>