

PROPOSED AMENDMENT

HB 1001 # 23

DIGEST

State budget. Appropriates money for various distributions and various purposes. Phases in an increase in the personal adjusted gross income tax exemption. Increases the renter's income tax deduction. Exempts breastfeeding items from the state gross retail tax. Provides sales tax exemptions for feminine hygiene products and adult diapers. Allows augmentation of certain appropriations. Provides that if the appropriation is insufficient to pay eligible claims from the violent crimes victims compensation fund, the budget agency shall (instead of may) augment the claims. Provides that dual credit course hours must be paid at \$55.

- 1 Page 22, line 23, delete "may" and insert **"shall"**.
- 2 Page 26, line 11, after "appropriation" insert **"may be augmented**
- 3 **and"**.
- 4 Page 26, between lines 39 and 40, begin a new line blocked left and
- 5 insert:
- 6 **"Notwithstanding IC 4-13-2-19 and any other law, the above**
- 7 **appropriations do not revert to the state general fund or another**
- 8 **fund at the close of a state fiscal year but remain available in**
- 9 **subsequent state fiscal years for individual development account**
- 10 **deposits."**
- 11 Page 33, between lines 15 and 16, begin a new line blocked left and
- 12 insert:
- 13 **"The above appropriations shall be augmented to the extent**
- 14 **necessary to award grants under the historic preservation and**
- 15 **rehabilitation grant program for all grants determined eligible for**
- 16 **a grant under IC 4-4-37 before January 1, 2026."**
- 17 Page 33, delete line 45.
- 18 Page 34, between lines 35 and 36, begin a new line blocked left and
- 19 insert:
- 20 **"Notwithstanding IC 4-13-2-19 and any other law, the above**
- 21 **appropriations do not revert to the state general fund or another**
- 22 **fund at the close of a state fiscal year but remain available in**
- 23 **subsequent state fiscal years for individual development account**

1 **deposits."**

2 Page 40, between lines 45 and 46, being a new line blocked left and
3 insert:

4 **"Notwithstanding IC 4-13-2-19 and any other law, the above**
5 **appropriations do not revert to the state general fund or another**
6 **fund at the close of a state fiscal year but remain available in**
7 **subsequent state fiscal years for mental health and addiction**
8 **forensic treatment services grants."**

9 Page 43, between lines 33 and 34, begin a new line blocked left and
10 insert:

11 **"Notwithstanding IC 4-13-2-19 and any other law, the above**
12 **appropriations do not revert to the state general fund or another**
13 **fund at the close of a state fiscal year but remain available in**
14 **subsequent state fiscal years for C.H.O.I.C.E. in-home services."**

15 Page 45, line 7, after "IC 12-17.2-7.7" insert ". **The above**
16 **appropriations shall be augmented to the extent necessary to**
17 **provide assistance to any eligible person."**

18 Page 45, line 15, after "IC 12-17.2-7.5." insert **"The above**
19 **appropriations shall be augmented to the extent necessary to**
20 **award prekindergarten vouchers to each child determined to be**
21 **eligible under IC 12-17.2-7.2."**

22 Page 46, between lines 4 and 5, begin a new line blocked left and
23 insert:

24 **"The above appropriations may be augmented to the extent**
25 **necessary to ensure adoption services are fully funded."**

26 Page 48, delete lines 9 and 10.

27 Page 50, delete line 2.

28 Page 51, between lines 30 and 31 begin a new line blocked left and
29 insert:

30 **"For each dual credit course hour, the amount to be paid is \$55."**

31 Page 52, between lines 17 and 18, begin a new line blocked left and
32 insert:

33 **"For each dual credit course hour, the amount to be paid is \$55."**

34 Page 52, between lines 33 and 34, begin a new line blocked left and
35 insert:

36 **"For each dual credit course hour, the amount to be paid is \$55."**

37 Page 52, between lines 45 and 46, begin a new line blocked left and
38 insert:

39 **"For each dual credit course hour, the amount to be paid is \$55."**

40 Page 53, between lines 6 and 7, begin a new line blocked left and

1 insert:
2 **"For each dual credit course hour, the amount to be paid is \$55."**
3 Page 53, between lines 16 and 17, begin a new line blocked left and
4 insert:
5 **"For each dual credit course hour, the amount to be paid is \$55."**
6 Page 53, between lines 27 and 28, begin a new line blocked left and
7 insert:
8 **"For each dual credit course hour, the amount to be paid is \$55."**
9 Page 55, between lines 4 and 5, begin a new line blocked left and
10 insert:
11 **"The above appropriations shall be augmented to the extent**
12 **necessary to ensure a student who is currently enrolled does not**
13 **receive a reduction in funding."**
14 Page 55, delete lines 5 and 6.
15 Page 56, line 33, delete "distributed in accordance with IC 21-13-9."
16 and insert **"deposited in the state general fund."**
17 Page 57, delete lines 23 and 24.
18 Page 58, delete lines 46 through 48.
19 Page 60, line 8, after "(45 CFR 260 et seq.)." insert **"The above**
20 **appropriations shall be augmented to the extent necessary to**
21 **ensure all claims for reimbursement are paid."**
22 Page 62, delete lines 6 and 7.
23 Page 75, between lines 42 and 43, begin a new paragraph and insert:
24 "SECTION 40. IC 6-2.5-1-10.5 IS ADDED TO THE INDIANA
25 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
26 [EFFECTIVE JULY 1, 2025]: **Sec. 10.5. "Adult diapers" means**
27 **diapers other than children's diapers.**
28 SECTION 41. IC 6-2.5-5-57, AS ADDED BY P.L.180-2022(ss),
29 SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
30 JULY 1, 2025]: **Sec. 57. (a)** Sales of children's diapers are exempt from
31 the state gross retail tax.
32 **(b) Sales of adult diapers are exempt from the state gross retail**
33 **tax.**
34 SECTION 42. IC 6-2.5-5-57.3 IS ADDED TO THE INDIANA
35 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
36 [EFFECTIVE JULY 1, 2025]: **Sec. 57.3. (a) For purposes of this**
37 **section, "feminine hygiene products" means:**
38 **(1) tampons;**
39 **(2) panty liners;**
40 **(3) menstrual cups;**

1 **(4) sanitary napkins; and**

2 **(5) other similar tangible personal property designed for**
 3 **feminine hygiene in connection with the human menstrual**
 4 **cycle.**

5 **(b) Sales of feminine hygiene products are exempt from the state**
 6 **gross retail tax.**

7 SECTION 43. IC 6-2.5-5-57.5 IS ADDED TO THE INDIANA
 8 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
 9 [EFFECTIVE JULY 1, 2023]: **Sec. 57.5. (a) As used in this section,**
 10 **"breastfeeding items" means breast pumps, breast pump kits,**
 11 **breast pump repair and replacement parts, and breast pump**
 12 **collection and storage supplies.**

13 **(b) Sales of breastfeeding items are exempt from the state gross**
 14 **retail tax."**

15 Page 78, delete lines 19 through 47, begin a new paragraph and
 16 insert:

17 "SECTION 46. IC 6-3-1-3.5, AS AMENDED BY P.L.9-2024,
 18 SECTION 185, IS AMENDED TO READ AS FOLLOWS
 19 [EFFECTIVE JANUARY 1, 2026]: Sec. 3.5. When used in this article,
 20 the term "adjusted gross income" shall mean the following:

21 (a) In the case of all individuals, "adjusted gross income" (as
 22 defined in Section 62 of the Internal Revenue Code), modified as
 23 follows:

24 (1) Subtract income that is exempt from taxation under this article
 25 by the Constitution and statutes of the United States.

26 (2) Except as provided in subsection (c), add an amount equal to
 27 any deduction or deductions allowed or allowable pursuant to
 28 Section 62 of the Internal Revenue Code for taxes based on or
 29 measured by income and levied at the state level by any state of
 30 the United States.

31 (3) Subtract **the following:**

32 **(A) For taxable years beginning before January 1, 2026,**
 33 **one thousand dollars (\$1,000), or in the case of a joint return**
 34 **filed by a husband and wife, subtract for each spouse one**
 35 **thousand dollars (\$1,000).**

36 **(B) For taxable years beginning after December 31, 2026,**
 37 **and before January 1, 2028, one thousand two hundred**
 38 **fifty dollars (\$1,250), or in the case of a joint return filed**
 39 **by a husband and wife, subtract for each spouse one**
 40 **thousand two hundred fifty dollars (\$1,250).**

(C) For taxable years beginning after December 31, 2027, and before January 1, 2029, one thousand five hundred dollars (\$1,500), or in the case of a joint return filed by a husband and wife, subtract for each spouse one thousand five hundred dollars (\$1,500).

(D) For taxable years beginning after December 31, 2028, one thousand five hundred dollars (\$1,500) plus the annual percentage change in the Consumer Price Index for all Urban Consumers published by the federal Bureau of Labor Statistics for the taxable year in which the calendar year begins, or in the case of a joint return filed by a husband and wife, subtract for each spouse one thousand five hundred dollars (\$1,500) plus the annual percentage change in the Consumer Price Index for all Urban Consumers published by the federal Bureau of Labor Statistics for the taxable year in which the calendar year begins. However, if the annual percentage change for a particular year is less than two percent (2%), the factor under this clause shall be the annual percentage change for the year multiplied by two (2).

(4) Subtract one thousand dollars (\$1,000) for:

(A) each of the exemptions provided by Section 151(c) of the Internal Revenue Code (as effective January 1, 2017);

(B) each additional amount allowable under Section 63(f) of the Internal Revenue Code; and

(C) the spouse of the taxpayer if a separate return is made by the taxpayer and if the spouse, for the calendar year in which the taxable year of the taxpayer begins, has no gross income and is not the dependent of another taxpayer.

(5) Subtract each of the following:

(A) One thousand five hundred dollars (\$1,500) for each of the exemptions allowed under Section 151(c)(1)(B) of the Internal Revenue Code (as effective January 1, 2004), except that in the first taxable year in which a particular exemption is allowed under Section 151(c)(1)(B) of the Internal Revenue Code (as effective January 1, 2004), subtract three thousand dollars (\$3,000) for that exemption.

(B) One thousand five hundred dollars (\$1,500) for each exemption allowed under Section 151(c) of the Internal Revenue Code (as effective January 1, 2017) for an individual:

1 (i) who is less than nineteen (19) years of age or is a
2 full-time student who is less than twenty-four (24) years of
3 age;

4 (ii) for whom the taxpayer is the legal guardian; and

5 (iii) for whom the taxpayer does not claim an exemption
6 under clause (A).

7 (C) Five hundred dollars (\$500) for each additional amount
8 allowable under Section 63(f)(1) of the Internal Revenue Code
9 if the federal adjusted gross income of the taxpayer, or the
10 taxpayer and the taxpayer's spouse in the case of a joint return,
11 is less than forty thousand dollars (\$40,000). In the case of a
12 married individual filing a separate return, the qualifying
13 income amount in this clause is equal to twenty thousand
14 dollars (\$20,000).

15 (D) Three thousand dollars (\$3,000) for each exemption
16 allowed under Section 151(c) of the Internal Revenue Code (as
17 effective January 1, 2017) for an individual who is:

18 (i) an adopted child of the taxpayer; and

19 (ii) less than nineteen (19) years of age or is a full-time
20 student who is less than twenty-four (24) years of age.

21 This amount is in addition to any amount subtracted under
22 clause (A) or (B).

23 This amount is in addition to the amount subtracted under
24 subdivision (4).

25 (6) Subtract any amounts included in federal adjusted gross
26 income under Section 111 of the Internal Revenue Code as a
27 recovery of items previously deducted as an itemized deduction
28 from adjusted gross income.

29 (7) Subtract any amounts included in federal adjusted gross
30 income under the Internal Revenue Code which amounts were
31 received by the individual as supplemental railroad retirement
32 annuities under 45 U.S.C. 231 and which are not deductible under
33 subdivision (1).

34 (8) Subtract an amount equal to the amount of federal Social
35 Security and Railroad Retirement benefits included in a taxpayer's
36 federal gross income by Section 86 of the Internal Revenue Code.

37 (9) In the case of a nonresident taxpayer or a resident taxpayer
38 residing in Indiana for a period of less than the taxpayer's entire
39 taxable year, the total amount of the deductions allowed pursuant
40 to subdivisions (3), (4), and (5) shall be reduced to an amount

1 which bears the same ratio to the total as the taxpayer's income
2 taxable in Indiana bears to the taxpayer's total income.

3 (10) In the case of an individual who is a recipient of assistance
4 under IC 12-10-6-1, IC 12-10-6-2.1, IC 12-15-2-2, or IC 12-15-7,
5 subtract an amount equal to that portion of the individual's
6 adjusted gross income with respect to which the individual is not
7 allowed under federal law to retain an amount to pay state and
8 local income taxes.

9 (11) In the case of an eligible individual, subtract the amount of
10 a Holocaust victim's settlement payment included in the
11 individual's federal adjusted gross income.

12 (12) Subtract an amount equal to the portion of any premiums
13 paid during the taxable year by the taxpayer for a qualified long
14 term care policy (as defined in IC 12-15-39.6-5) for the taxpayer
15 or the taxpayer's spouse if the taxpayer and the taxpayer's spouse
16 file a joint income tax return or the taxpayer is otherwise entitled
17 to a deduction under this subdivision for the taxpayer's spouse, or
18 both.

19 (13) Subtract an amount equal to the lesser of:

20 (A) two thousand five hundred dollars (\$2,500), or one
21 thousand two hundred fifty dollars (\$1,250) in the case of a
22 married individual filing a separate return; or

23 (B) the amount of property taxes that are paid during the
24 taxable year in Indiana by the individual on the individual's
25 principal place of residence.

26 (14) Subtract an amount equal to the amount of a September 11
27 terrorist attack settlement payment included in the individual's
28 federal adjusted gross income.

29 (15) Add or subtract the amount necessary to make the adjusted
30 gross income of any taxpayer that owns property for which bonus
31 depreciation was allowed in the current taxable year or in an
32 earlier taxable year equal to the amount of adjusted gross income
33 that would have been computed had an election not been made
34 under Section 168(k) of the Internal Revenue Code to apply bonus
35 depreciation to the property in the year that it was placed in
36 service.

37 (16) Add an amount equal to any deduction allowed under
38 Section 172 of the Internal Revenue Code (concerning net
39 operating losses).

40 (17) Add or subtract the amount necessary to make the adjusted

gross income of any taxpayer that placed Section 179 property (as defined in Section 179 of the Internal Revenue Code) in service in the current taxable year or in an earlier taxable year equal to the amount of adjusted gross income that would have been computed had an election for federal income tax purposes not been made for the year in which the property was placed in service to take deductions under Section 179 of the Internal Revenue Code in a total amount exceeding the sum of:

(A) twenty-five thousand dollars (\$25,000) to the extent deductions under Section 179 of the Internal Revenue Code were not elected as provided in clause (B); and

(B) for taxable years beginning after December 31, 2017, the deductions elected under Section 179 of the Internal Revenue Code on property acquired in an exchange if:

(i) the exchange would have been eligible for nonrecognition of gain or loss under Section 1031 of the Internal Revenue Code in effect on January 1, 2017;

(ii) the exchange is not eligible for nonrecognition of gain or loss under Section 1031 of the Internal Revenue Code; and

(iii) the taxpayer made an election to take deductions under Section 179 of the Internal Revenue Code with regard to the acquired property in the year that the property was placed into service.

The amount of deductions allowable for an item of property under this clause may not exceed the amount of adjusted gross income realized on the property that would have been deferred under the Internal Revenue Code in effect on January 1, 2017.

(18) Subtract an amount equal to the amount of the taxpayer's qualified military income that was not excluded from the taxpayer's gross income for federal income tax purposes under Section 112 of the Internal Revenue Code.

(19) Subtract income that is:

(A) exempt from taxation under IC 6-3-2-21.7 (certain income derived from patents); and

(B) included in the individual's federal adjusted gross income under the Internal Revenue Code.

(20) Add an amount equal to any income not included in gross income as a result of the deferral of income arising from business indebtedness discharged in connection with the reacquisition after December 31, 2008, and before January 1, 2011, of an applicable

1 debt instrument, as provided in Section 108(i) of the Internal
2 Revenue Code. Subtract the amount necessary from the adjusted
3 gross income of any taxpayer that added an amount to adjusted
4 gross income in a previous year to offset the amount included in
5 federal gross income as a result of the deferral of income arising
6 from business indebtedness discharged in connection with the
7 reacquisition after December 31, 2008, and before January 1,
8 2011, of an applicable debt instrument, as provided in Section
9 108(i) of the Internal Revenue Code.

10 (21) Add the amount excluded from federal gross income under
11 Section 103 of the Internal Revenue Code for interest received on
12 an obligation of a state other than Indiana, or a political
13 subdivision of such a state, that is acquired by the taxpayer after
14 December 31, 2011. For purposes of this subdivision:

15 (A) if the taxpayer receives interest from a pass through entity,
16 a regulated investment company, a hedge fund, or similar
17 arrangement, the taxpayer will be considered to have acquired
18 the obligation on the date the entity acquired the obligation;

19 (B) if ownership of the obligation occurs by means other than
20 a purchase, the date of acquisition of the obligation shall be
21 the date ownership of the obligation was transferred, except to
22 the extent provided in clause (A), and if a portion of the
23 obligation is acquired on multiple dates, the date of acquisition
24 shall be considered separately for each portion of the
25 obligation; and

26 (C) if ownership of the obligation occurred as the result of a
27 refinancing of another obligation, the acquisition date shall be
28 the date on which the obligation was refinanced.

29 (22) Subtract an amount as described in Section 1341(a)(2) of the
30 Internal Revenue Code to the extent, if any, that the amount was
31 previously included in the taxpayer's adjusted gross income for a
32 prior taxable year.

33 (23) For taxable years beginning after December 25, 2016, add an
34 amount equal to the deduction for deferred foreign income that
35 was claimed by the taxpayer for the taxable year under Section
36 965(c) of the Internal Revenue Code.

37 (24) Subtract any interest expense paid or accrued in the current
38 taxable year but not deducted as a result of the limitation imposed
39 under Section 163(j)(1) of the Internal Revenue Code. Add any
40 interest expense paid or accrued in a previous taxable year but

1 allowed as a deduction under Section 163 of the Internal Revenue
 2 Code in the current taxable year. For purposes of this subdivision,
 3 an interest expense is considered paid or accrued only in the first
 4 taxable year the deduction would have been allowable under
 5 Section 163 of the Internal Revenue Code if the limitation under
 6 Section 163(j)(1) of the Internal Revenue Code did not exist.

7 (25) Subtract the amount that would have been excluded from
 8 gross income but for the enactment of Section 118(b)(2) of the
 9 Internal Revenue Code for taxable years ending after December
 10 22, 2017.

11 (26) For taxable years beginning after December 31, 2019, and
 12 before January 1, 2021, add an amount of the deduction claimed
 13 under Section 62(a)(22) of the Internal Revenue Code.

14 (27) For taxable years beginning after December 31, 2019, for
 15 payments made by an employer under an education assistance
 16 program after March 27, 2020:

17 (A) add the amount of payments by an employer that are
 18 excluded from the taxpayer's federal gross income under
 19 Section 127(c)(1)(B) of the Internal Revenue Code; and

20 (B) deduct the interest allowable under Section 221 of the
 21 Internal Revenue Code, if the disallowance under Section
 22 221(e)(1) of the Internal Revenue Code did not apply to the
 23 payments described in clause (A). For purposes of applying
 24 Section 221(b) of the Internal Revenue Code to the amount
 25 allowable under this clause, the amount under clause (A) shall
 26 not be added to adjusted gross income.

27 (28) Add an amount equal to the remainder of:

28 (A) the amount allowable as a deduction under Section 274(n)
 29 of the Internal Revenue Code; minus

30 (B) the amount otherwise allowable as a deduction under
 31 Section 274(n) of the Internal Revenue Code, if Section
 32 274(n)(2)(D) of the Internal Revenue Code was not in effect
 33 for amounts paid or incurred after December 31, 2020.

34 (29) For taxable years beginning after December 31, 2017, and
 35 before January 1, 2021, add an amount equal to the excess
 36 business loss of the taxpayer as defined in Section 461(l)(3) of the
 37 Internal Revenue Code. In addition:

38 (A) If a taxpayer has an excess business loss under this
 39 subdivision and also has modifications under subdivisions (15)
 40 and (17) for property placed in service during the taxable year,

1 the taxpayer shall treat a portion of the taxable year
2 modifications for that property as occurring in the taxable year
3 the property is placed in service and a portion of the
4 modifications as occurring in the immediately following
5 taxable year.

6 (B) The portion of the modifications under subdivisions (15)
7 and (17) for property placed in service during the taxable year
8 treated as occurring in the taxable year in which the property
9 is placed in service equals:

10 (i) the modification for the property otherwise determined
11 under this section; minus

12 (ii) the excess business loss disallowed under this
13 subdivision;

14 but not less than zero (0).

15 (C) The portion of the modifications under subdivisions (15)
16 and (17) for property placed in service during the taxable year
17 treated as occurring in the taxable year immediately following
18 the taxable year in which the property is placed in service
19 equals the modification for the property otherwise determined
20 under this section minus the amount in clause (B).

21 (D) Any reallocation of modifications between taxable years
22 under clauses (B) and (C) shall be first allocated to the
23 modification under subdivision (15), then to the modification
24 under subdivision (17).

25 (30) Add an amount equal to the amount excluded from federal
26 gross income under Section 108(f)(5) of the Internal Revenue
27 Code. For purposes of this subdivision:

28 (A) if an amount excluded under Section 108(f)(5) of the
29 Internal Revenue Code would be excludible under Section
30 108(a)(1)(B) of the Internal Revenue Code, the exclusion
31 under Section 108(a)(1)(B) of the Internal Revenue Code shall
32 take precedence; and

33 (B) if an amount would have been excludible under Section
34 108(f)(5) of the Internal Revenue Code as in effect on January
35 1, 2020, the amount is not required to be added back under this
36 subdivision.

37 (31) For taxable years ending after March 12, 2020, subtract an
38 amount equal to the deduction disallowed pursuant to:

39 (A) Section 2301(e) of the CARES Act (Public Law 116-136),
40 as modified by Sections 206 and 207 of the Taxpayer Certainty

- 1 and Disaster Relief Tax Act (Division EE of Public Law
- 2 116-260); and
- 3 (B) Section 3134(e) of the Internal Revenue Code.
- 4 (32) Subtract the amount of an ESA annual grant amount and, as
- 5 applicable, a CSA annual grant amount distributed to a taxpayer's
- 6 Indiana education scholarship account under IC 20-51.4 that is
- 7 used for an ESA or CSA qualified expense (as defined in
- 8 IC 20-51.4-2) or to an Indiana enrichment scholarship account
- 9 under IC 20-52 that is used for qualified expenses (as defined in
- 10 IC 20-52-2-6), to the extent the distribution used for the qualified
- 11 expense is included in the taxpayer's federal adjusted gross
- 12 income under the Internal Revenue Code.
- 13 (33) For taxable years beginning after December 31, 2019, and
- 14 before January 1, 2021, add an amount equal to the amount of
- 15 unemployment compensation excluded from federal gross income
- 16 under Section 85(c) of the Internal Revenue Code.
- 17 (34) For taxable years beginning after December 31, 2022,
- 18 subtract an amount equal to the deduction disallowed under
- 19 Section 280C(h) of the Internal Revenue Code.
- 20 (35) For taxable years beginning after December 31, 2021, add or
- 21 subtract amounts related to specified research or experimental
- 22 procedures as required under IC 6-3-2-29.
- 23 (36) Subtract any other amounts the taxpayer is entitled to deduct
- 24 under IC 6-3-2.
- 25 (37) Subtract the amount of a CSA annual grant amount
- 26 distributed to a taxpayer's career scholarship account under
- 27 IC 20-51.4-4.5 that is used for a CSA qualified expense (as
- 28 defined in IC 20-51.4-2-3.8), to the extent the distribution used
- 29 for the CSA qualified expense is included in the taxpayer's federal
- 30 adjusted gross income under the Internal Revenue Code.
- 31 (b) In the case of corporations, the same as "taxable income" (as
- 32 defined in Section 63 of the Internal Revenue Code) adjusted as
- 33 follows:
- 34 (1) Subtract income that is exempt from taxation under this article
- 35 by the Constitution and statutes of the United States.
- 36 (2) Add an amount equal to any deduction or deductions allowed
- 37 or allowable pursuant to Section 170 of the Internal Revenue
- 38 Code (concerning charitable contributions).
- 39 (3) Except as provided in subsection (c), add an amount equal to
- 40 any deduction or deductions allowed or allowable pursuant to

1 Section 63 of the Internal Revenue Code for taxes based on or
2 measured by income and levied at the state level by any state of
3 the United States.

4 (4) Subtract an amount equal to the amount included in the
5 corporation's taxable income under Section 78 of the Internal
6 Revenue Code (concerning foreign tax credits).

7 (5) Add or subtract the amount necessary to make the adjusted
8 gross income of any taxpayer that owns property for which bonus
9 depreciation was allowed in the current taxable year or in an
10 earlier taxable year equal to the amount of adjusted gross income
11 that would have been computed had an election not been made
12 under Section 168(k) of the Internal Revenue Code to apply bonus
13 depreciation to the property in the year that it was placed in
14 service.

15 (6) Add an amount equal to any deduction allowed under Section
16 172 of the Internal Revenue Code (concerning net operating
17 losses).

18 (7) Add or subtract the amount necessary to make the adjusted
19 gross income of any taxpayer that placed Section 179 property (as
20 defined in Section 179 of the Internal Revenue Code) in service
21 in the current taxable year or in an earlier taxable year equal to
22 the amount of adjusted gross income that would have been
23 computed had an election for federal income tax purposes not
24 been made for the year in which the property was placed in
25 service to take deductions under Section 179 of the Internal
26 Revenue Code in a total amount exceeding the sum of:

27 (A) twenty-five thousand dollars (\$25,000) to the extent
28 deductions under Section 179 of the Internal Revenue Code
29 were not elected as provided in clause (B); and

30 (B) for taxable years beginning after December 31, 2017, the
31 deductions elected under Section 179 of the Internal Revenue
32 Code on property acquired in an exchange if:

33 (i) the exchange would have been eligible for
34 nonrecognition of gain or loss under Section 1031 of the
35 Internal Revenue Code in effect on January 1, 2017;

36 (ii) the exchange is not eligible for nonrecognition of gain or
37 loss under Section 1031 of the Internal Revenue Code; and

38 (iii) the taxpayer made an election to take deductions under
39 Section 179 of the Internal Revenue Code with regard to the
40 acquired property in the year that the property was placed

1 into service.

2 The amount of deductions allowable for an item of property
3 under this clause may not exceed the amount of adjusted gross
4 income realized on the property that would have been deferred
5 under the Internal Revenue Code in effect on January 1, 2017.

6 (8) Add to the extent required by IC 6-3-2-20:

7 (A) the amount of intangible expenses (as defined in
8 IC 6-3-2-20) for the taxable year that reduced the corporation's
9 taxable income (as defined in Section 63 of the Internal
10 Revenue Code) for federal income tax purposes; and

11 (B) any directly related interest expenses (as defined in
12 IC 6-3-2-20) that reduced the corporation's adjusted gross
13 income (determined without regard to this subdivision). For
14 purposes of this clause, any directly related interest expense
15 that constitutes business interest within the meaning of Section
16 163(j) of the Internal Revenue Code shall be considered to
17 have reduced the taxpayer's federal taxable income only in the
18 first taxable year in which the deduction otherwise would have
19 been allowable under Section 163 of the Internal Revenue
20 Code if the limitation under Section 163(j)(1) of the Internal
21 Revenue Code did not exist.

22 (9) Add an amount equal to any deduction for dividends paid (as
23 defined in Section 561 of the Internal Revenue Code) to
24 shareholders of a captive real estate investment trust (as defined
25 in section 34.5 of this chapter).

26 (10) Subtract income that is:

27 (A) exempt from taxation under IC 6-3-2-21.7 (certain income
28 derived from patents); and

29 (B) included in the corporation's taxable income under the
30 Internal Revenue Code.

31 (11) Add an amount equal to any income not included in gross
32 income as a result of the deferral of income arising from business
33 indebtedness discharged in connection with the reacquisition after
34 December 31, 2008, and before January 1, 2011, of an applicable
35 debt instrument, as provided in Section 108(i) of the Internal
36 Revenue Code. Subtract from the adjusted gross income of any
37 taxpayer that added an amount to adjusted gross income in a
38 previous year the amount necessary to offset the amount included
39 in federal gross income as a result of the deferral of income
40 arising from business indebtedness discharged in connection with

1 the reacquisition after December 31, 2008, and before January 1,
2 2011, of an applicable debt instrument, as provided in Section
3 108(i) of the Internal Revenue Code.

4 (12) Add the amount excluded from federal gross income under
5 Section 103 of the Internal Revenue Code for interest received on
6 an obligation of a state other than Indiana, or a political
7 subdivision of such a state, that is acquired by the taxpayer after
8 December 31, 2011. For purposes of this subdivision:

9 (A) if the taxpayer receives interest from a pass through entity,
10 a regulated investment company, a hedge fund, or similar
11 arrangement, the taxpayer will be considered to have acquired
12 the obligation on the date the entity acquired the obligation;

13 (B) if ownership of the obligation occurs by means other than
14 a purchase, the date of acquisition of the obligation shall be
15 the date ownership of the obligation was transferred, except to
16 the extent provided in clause (A), and if a portion of the
17 obligation is acquired on multiple dates, the date of acquisition
18 shall be considered separately for each portion of the
19 obligation; and

20 (C) if ownership of the obligation occurred as the result of a
21 refinancing of another obligation, the acquisition date shall be
22 the date on which the obligation was refinanced.

23 (13) For taxable years beginning after December 25, 2016:

24 (A) for a corporation other than a real estate investment trust,
25 add:

26 (i) an amount equal to the amount reported by the taxpayer
27 on IRC 965 Transition Tax Statement, line 1; or

28 (ii) if the taxpayer deducted an amount under Section 965(c)
29 of the Internal Revenue Code in determining the taxpayer's
30 taxable income for purposes of the federal income tax, the
31 amount deducted under Section 965(c) of the Internal
32 Revenue Code; and

33 (B) for a real estate investment trust, add an amount equal to
34 the deduction for deferred foreign income that was claimed by
35 the taxpayer for the taxable year under Section 965(c) of the
36 Internal Revenue Code, but only to the extent that the taxpayer
37 included income pursuant to Section 965 of the Internal
38 Revenue Code in its taxable income for federal income tax
39 purposes or is required to add back dividends paid under
40 subdivision (9).

(14) Add an amount equal to the deduction that was claimed by the taxpayer for the taxable year under Section 250(a)(1)(B) of the Internal Revenue Code (attributable to global intangible low-taxed income). The taxpayer shall separately specify the amount of the reduction under Section 250(a)(1)(B)(i) of the Internal Revenue Code and under Section 250(a)(1)(B)(ii) of the Internal Revenue Code.

(15) Subtract any interest expense paid or accrued in the current taxable year but not deducted as a result of the limitation imposed under Section 163(j)(1) of the Internal Revenue Code. Add any interest expense paid or accrued in a previous taxable year but allowed as a deduction under Section 163 of the Internal Revenue Code in the current taxable year. For purposes of this subdivision, an interest expense is considered paid or accrued only in the first taxable year the deduction would have been allowable under Section 163 of the Internal Revenue Code if the limitation under Section 163(j)(1) of the Internal Revenue Code did not exist.

(16) Subtract the amount that would have been excluded from gross income but for the enactment of Section 118(b)(2) of the Internal Revenue Code for taxable years ending after December 22, 2017.

(17) Add an amount equal to the remainder of:

(A) the amount allowable as a deduction under Section 274(n) of the Internal Revenue Code; minus

(B) the amount otherwise allowable as a deduction under Section 274(n) of the Internal Revenue Code, if Section 274(n)(2)(D) of the Internal Revenue Code was not in effect for amounts paid or incurred after December 31, 2020.

(18) For taxable years ending after March 12, 2020, subtract an amount equal to the deduction disallowed pursuant to:

(A) Section 2301(e) of the CARES Act (Public Law 116-136), as modified by Sections 206 and 207 of the Taxpayer Certainty and Disaster Relief Tax Act (Division EE of Public Law 116-260); and

(B) Section 3134(e) of the Internal Revenue Code.

(19) For taxable years beginning after December 31, 2022, subtract an amount equal to the deduction disallowed under Section 280C(h) of the Internal Revenue Code.

(20) For taxable years beginning after December 31, 2021, subtract the amount of any:

- 1 (A) federal, state, or local grant received by the taxpayer; and
- 2 (B) discharged federal, state, or local indebtedness incurred by
- 3 the taxpayer;
- 4 for purposes of providing or expanding access to broadband
- 5 service in this state.
- 6 (21) For taxable years beginning after December 31, 2021, add or
- 7 subtract amounts related to specified research or experimental
- 8 procedures as required under IC 6-3-2-29.
- 9 (22) Add or subtract any other amounts the taxpayer is:
- 10 (A) required to add or subtract; or
- 11 (B) entitled to deduct;
- 12 under IC 6-3-2.
- 13 (c) The following apply to taxable years beginning after December
- 14 31, 2018, for purposes of the add back of any deduction allowed on the
- 15 taxpayer's federal income tax return for wagering taxes, as provided in
- 16 subsection (a)(2) if the taxpayer is an individual or subsection (b)(3) if
- 17 the taxpayer is a corporation:
- 18 (1) For taxable years beginning after December 31, 2018, and
- 19 before January 1, 2020, a taxpayer is required to add back under
- 20 this section eighty-seven and five-tenths percent (87.5%) of any
- 21 deduction allowed on the taxpayer's federal income tax return for
- 22 wagering taxes.
- 23 (2) For taxable years beginning after December 31, 2019, and
- 24 before January 1, 2021, a taxpayer is required to add back under
- 25 this section seventy-five percent (75%) of any deduction allowed
- 26 on the taxpayer's federal income tax return for wagering taxes.
- 27 (3) For taxable years beginning after December 31, 2020, and
- 28 before January 1, 2022, a taxpayer is required to add back under
- 29 this section sixty-two and five-tenths percent (62.5%) of any
- 30 deduction allowed on the taxpayer's federal income tax return for
- 31 wagering taxes.
- 32 (4) For taxable years beginning after December 31, 2021, and
- 33 before January 1, 2023, a taxpayer is required to add back under
- 34 this section fifty percent (50%) of any deduction allowed on the
- 35 taxpayer's federal income tax return for wagering taxes.
- 36 (5) For taxable years beginning after December 31, 2022, and
- 37 before January 1, 2024, a taxpayer is required to add back under
- 38 this section thirty-seven and five-tenths percent (37.5%) of any
- 39 deduction allowed on the taxpayer's federal income tax return for
- 40 wagering taxes.

(6) For taxable years beginning after December 31, 2023, and before January 1, 2025, a taxpayer is required to add back under this section twenty-five percent (25%) of any deduction allowed on the taxpayer's federal income tax return for wagering taxes.

(7) For taxable years beginning after December 31, 2024, and before January 1, 2026, a taxpayer is required to add back under this section twelve and five-tenths percent (12.5%) of any deduction allowed on the taxpayer's federal income tax return for wagering taxes.

(8) For taxable years beginning after December 31, 2025, a taxpayer is not required to add back under this section any amount of a deduction allowed on the taxpayer's federal income tax return for wagering taxes.

(d) In the case of life insurance companies (as defined in Section 816(a) of the Internal Revenue Code) that are organized under Indiana law, the same as "life insurance company taxable income" (as defined in Section 801 of the Internal Revenue Code), adjusted as follows:

(1) Subtract income that is exempt from taxation under this article by the Constitution and statutes of the United States.

(2) Add an amount equal to any deduction allowed or allowable under Section 170 of the Internal Revenue Code (concerning charitable contributions).

(3) Add an amount equal to a deduction allowed or allowable under Section 805 or Section 832(c) of the Internal Revenue Code for taxes based on or measured by income and levied at the state level by any state.

(4) Subtract an amount equal to the amount included in the company's taxable income under Section 78 of the Internal Revenue Code (concerning foreign tax credits).

(5) Add or subtract the amount necessary to make the adjusted gross income of any taxpayer that owns property for which bonus depreciation was allowed in the current taxable year or in an earlier taxable year equal to the amount of adjusted gross income that would have been computed had an election not been made under Section 168(k) of the Internal Revenue Code to apply bonus depreciation to the property in the year that it was placed in service.

(6) Add an amount equal to any deduction allowed under Section 172 of the Internal Revenue Code (concerning net operating losses).

(7) Add or subtract the amount necessary to make the adjusted gross income of any taxpayer that placed Section 179 property (as defined in Section 179 of the Internal Revenue Code) in service in the current taxable year or in an earlier taxable year equal to the amount of adjusted gross income that would have been computed had an election for federal income tax purposes not been made for the year in which the property was placed in service to take deductions under Section 179 of the Internal Revenue Code in a total amount exceeding the sum of:

(A) twenty-five thousand dollars (\$25,000) to the extent deductions under Section 179 of the Internal Revenue Code were not elected as provided in clause (B); and

(B) for taxable years beginning after December 31, 2017, the deductions elected under Section 179 of the Internal Revenue Code on property acquired in an exchange if:

(i) the exchange would have been eligible for nonrecognition of gain or loss under Section 1031 of the Internal Revenue Code in effect on January 1, 2017;

(ii) the exchange is not eligible for nonrecognition of gain or loss under Section 1031 of the Internal Revenue Code; and

(iii) the taxpayer made an election to take deductions under Section 179 of the Internal Revenue Code with regard to the acquired property in the year that the property was placed into service.

The amount of deductions allowable for an item of property under this clause may not exceed the amount of adjusted gross income realized on the property that would have been deferred under the Internal Revenue Code in effect on January 1, 2017.

(8) Subtract income that is:

(A) exempt from taxation under IC 6-3-2-21.7 (certain income derived from patents); and

(B) included in the insurance company's taxable income under the Internal Revenue Code.

(9) Add an amount equal to any income not included in gross income as a result of the deferral of income arising from business indebtedness discharged in connection with the reacquisition after December 31, 2008, and before January 1, 2011, of an applicable debt instrument, as provided in Section 108(i) of the Internal Revenue Code. Subtract from the adjusted gross income of any taxpayer that added an amount to adjusted gross income in a

1 previous year the amount necessary to offset the amount included
 2 in federal gross income as a result of the deferral of income
 3 arising from business indebtedness discharged in connection with
 4 the reacquisition after December 31, 2008, and before January 1,
 5 2011, of an applicable debt instrument, as provided in Section
 6 108(i) of the Internal Revenue Code.

7 (10) Add an amount equal to any exempt insurance income under
 8 Section 953(e) of the Internal Revenue Code that is active
 9 financing income under Subpart F of Subtitle A, Chapter 1,
 10 Subchapter N of the Internal Revenue Code.

11 (11) Add the amount excluded from federal gross income under
 12 Section 103 of the Internal Revenue Code for interest received on
 13 an obligation of a state other than Indiana, or a political
 14 subdivision of such a state, that is acquired by the taxpayer after
 15 December 31, 2011. For purposes of this subdivision:

16 (A) if the taxpayer receives interest from a pass through entity,
 17 a regulated investment company, a hedge fund, or similar
 18 arrangement, the taxpayer will be considered to have acquired
 19 the obligation on the date the entity acquired the obligation;

20 (B) if ownership of the obligation occurs by means other than
 21 a purchase, the date of acquisition of the obligation shall be
 22 the date ownership of the obligation was transferred, except to
 23 the extent provided in clause (A), and if a portion of the
 24 obligation is acquired on multiple dates, the date of acquisition
 25 shall be considered separately for each portion of the
 26 obligation; and

27 (C) if ownership of the obligation occurred as the result of a
 28 refinancing of another obligation, the acquisition date shall be
 29 the date on which the obligation was refinanced.

30 (12) For taxable years beginning after December 25, 2016, add:

31 (A) an amount equal to the amount reported by the taxpayer on
 32 IRC 965 Transition Tax Statement, line 1; or

33 (B) if the taxpayer deducted an amount under Section 965(c)
 34 of the Internal Revenue Code in determining the taxpayer's
 35 taxable income for purposes of the federal income tax, the
 36 amount deducted under Section 965(c) of the Internal Revenue
 37 Code.

38 (13) Add an amount equal to the deduction that was claimed by
 39 the taxpayer for the taxable year under Section 250(a)(1)(B) of the
 40 Internal Revenue Code (attributable to global intangible

low-taxed income). The taxpayer shall separately specify the amount of the reduction under Section 250(a)(1)(B)(i) of the Internal Revenue Code and under Section 250(a)(1)(B)(ii) of the Internal Revenue Code.

(14) Subtract any interest expense paid or accrued in the current taxable year but not deducted as a result of the limitation imposed under Section 163(j)(1) of the Internal Revenue Code. Add any interest expense paid or accrued in a previous taxable year but allowed as a deduction under Section 163 of the Internal Revenue Code in the current taxable year. For purposes of this subdivision, an interest expense is considered paid or accrued only in the first taxable year the deduction would have been allowable under Section 163 of the Internal Revenue Code if the limitation under Section 163(j)(1) of the Internal Revenue Code did not exist.

(15) Subtract the amount that would have been excluded from gross income but for the enactment of Section 118(b)(2) of the Internal Revenue Code for taxable years ending after December 22, 2017.

(16) Add an amount equal to the remainder of:

(A) the amount allowable as a deduction under Section 274(n) of the Internal Revenue Code; minus

(B) the amount otherwise allowable as a deduction under Section 274(n) of the Internal Revenue Code, if Section 274(n)(2)(D) of the Internal Revenue Code was not in effect for amounts paid or incurred after December 31, 2020.

(17) For taxable years ending after March 12, 2020, subtract an amount equal to the deduction disallowed pursuant to:

(A) Section 2301(e) of the CARES Act (Public Law 116-136), as modified by Sections 206 and 207 of the Taxpayer Certainty and Disaster Relief Tax Act (Division EE of Public Law 116-260); and

(B) Section 3134(e) of the Internal Revenue Code.

(18) For taxable years beginning after December 31, 2022, subtract an amount equal to the deduction disallowed under Section 280C(h) of the Internal Revenue Code.

(19) For taxable years beginning after December 31, 2021, add or subtract amounts related to specified research or experimental procedures as required under IC 6-3-2-29.

(20) Add or subtract any other amounts the taxpayer is:

(A) required to add or subtract; or

1 (B) entitled to deduct;
2 under IC 6-3-2.

3 (e) In the case of insurance companies subject to tax under Section
4 831 of the Internal Revenue Code and organized under Indiana law, the
5 same as "taxable income" (as defined in Section 832 of the Internal
6 Revenue Code), adjusted as follows:

7 (1) Subtract income that is exempt from taxation under this article
8 by the Constitution and statutes of the United States.

9 (2) Add an amount equal to any deduction allowed or allowable
10 under Section 170 of the Internal Revenue Code (concerning
11 charitable contributions).

12 (3) Add an amount equal to a deduction allowed or allowable
13 under Section 805 or Section 832(c) of the Internal Revenue Code
14 for taxes based on or measured by income and levied at the state
15 level by any state.

16 (4) Subtract an amount equal to the amount included in the
17 company's taxable income under Section 78 of the Internal
18 Revenue Code (concerning foreign tax credits).

19 (5) Add or subtract the amount necessary to make the adjusted
20 gross income of any taxpayer that owns property for which bonus
21 depreciation was allowed in the current taxable year or in an
22 earlier taxable year equal to the amount of adjusted gross income
23 that would have been computed had an election not been made
24 under Section 168(k) of the Internal Revenue Code to apply bonus
25 depreciation to the property in the year that it was placed in
26 service.

27 (6) Add an amount equal to any deduction allowed under Section
28 172 of the Internal Revenue Code (concerning net operating
29 losses).

30 (7) Add or subtract the amount necessary to make the adjusted
31 gross income of any taxpayer that placed Section 179 property (as
32 defined in Section 179 of the Internal Revenue Code) in service
33 in the current taxable year or in an earlier taxable year equal to
34 the amount of adjusted gross income that would have been
35 computed had an election for federal income tax purposes not
36 been made for the year in which the property was placed in
37 service to take deductions under Section 179 of the Internal
38 Revenue Code in a total amount exceeding the sum of:

39 (A) twenty-five thousand dollars (\$25,000) to the extent
40 deductions under Section 179 of the Internal Revenue Code

were not elected as provided in clause (B); and
 (B) for taxable years beginning after December 31, 2017, the
 deductions elected under Section 179 of the Internal Revenue
 Code on property acquired in an exchange if:

- (i) the exchange would have been eligible for
 nonrecognition of gain or loss under Section 1031 of the
 Internal Revenue Code in effect on January 1, 2017;
- (ii) the exchange is not eligible for nonrecognition of gain or
 loss under Section 1031 of the Internal Revenue Code; and
- (iii) the taxpayer made an election to take deductions under
 Section 179 of the Internal Revenue Code with regard to the
 acquired property in the year that the property was placed
 into service.

The amount of deductions allowable for an item of property
 under this clause may not exceed the amount of adjusted gross
 income realized on the property that would have been deferred
 under the Internal Revenue Code in effect on January 1, 2017.

(8) Subtract income that is:

- (A) exempt from taxation under IC 6-3-2-21.7 (certain income
 derived from patents); and
- (B) included in the insurance company's taxable income under
 the Internal Revenue Code.

(9) Add an amount equal to any income not included in gross
 income as a result of the deferral of income arising from business
 indebtedness discharged in connection with the reacquisition after
 December 31, 2008, and before January 1, 2011, of an applicable
 debt instrument, as provided in Section 108(i) of the Internal
 Revenue Code. Subtract from the adjusted gross income of any
 taxpayer that added an amount to adjusted gross income in a
 previous year the amount necessary to offset the amount included
 in federal gross income as a result of the deferral of income
 arising from business indebtedness discharged in connection with
 the reacquisition after December 31, 2008, and before January 1,
 2011, of an applicable debt instrument, as provided in Section
 108(i) of the Internal Revenue Code.

(10) Add an amount equal to any exempt insurance income under
 Section 953(e) of the Internal Revenue Code that is active
 financing income under Subpart F of Subtitle A, Chapter 1,
 Subchapter N of the Internal Revenue Code.

(11) Add the amount excluded from federal gross income under

1 Section 103 of the Internal Revenue Code for interest received on
 2 an obligation of a state other than Indiana, or a political
 3 subdivision of such a state, that is acquired by the taxpayer after
 4 December 31, 2011. For purposes of this subdivision:

5 (A) if the taxpayer receives interest from a pass through entity,
 6 a regulated investment company, a hedge fund, or similar
 7 arrangement, the taxpayer will be considered to have acquired
 8 the obligation on the date the entity acquired the obligation;

9 (B) if ownership of the obligation occurs by means other than
 10 a purchase, the date of acquisition of the obligation shall be
 11 the date ownership of the obligation was transferred, except to
 12 the extent provided in clause (A), and if a portion of the
 13 obligation is acquired on multiple dates, the date of acquisition
 14 shall be considered separately for each portion of the
 15 obligation; and

16 (C) if ownership of the obligation occurred as the result of a
 17 refinancing of another obligation, the acquisition date shall be
 18 the date on which the obligation was refinanced.

19 (12) For taxable years beginning after December 25, 2016, add:

20 (A) an amount equal to the amount reported by the taxpayer on
 21 IRC 965 Transition Tax Statement, line 1; or

22 (B) if the taxpayer deducted an amount under Section 965(c)
 23 of the Internal Revenue Code in determining the taxpayer's
 24 taxable income for purposes of the federal income tax, the
 25 amount deducted under Section 965(c) of the Internal Revenue
 26 Code.

27 (13) Add an amount equal to the deduction that was claimed by
 28 the taxpayer for the taxable year under Section 250(a)(1)(B) of the
 29 Internal Revenue Code (attributable to global intangible
 30 low-taxed income). The taxpayer shall separately specify the
 31 amount of the reduction under Section 250(a)(1)(B)(i) of the
 32 Internal Revenue Code and under Section 250(a)(1)(B)(ii) of the
 33 Internal Revenue Code.

34 (14) Subtract any interest expense paid or accrued in the current
 35 taxable year but not deducted as a result of the limitation imposed
 36 under Section 163(j)(1) of the Internal Revenue Code. Add any
 37 interest expense paid or accrued in a previous taxable year but
 38 allowed as a deduction under Section 163 of the Internal Revenue
 39 Code in the current taxable year. For purposes of this subdivision,
 40 an interest expense is considered paid or accrued only in the first

1 taxable year the deduction would have been allowable under
 2 Section 163 of the Internal Revenue Code if the limitation under
 3 Section 163(j)(1) of the Internal Revenue Code did not exist.

4 (15) Subtract the amount that would have been excluded from
 5 gross income but for the enactment of Section 118(b)(2) of the
 6 Internal Revenue Code for taxable years ending after December
 7 22, 2017.

8 (16) Add an amount equal to the remainder of:

9 (A) the amount allowable as a deduction under Section 274(n)
 10 of the Internal Revenue Code; minus

11 (B) the amount otherwise allowable as a deduction under
 12 Section 274(n) of the Internal Revenue Code, if Section
 13 274(n)(2)(D) of the Internal Revenue Code was not in effect
 14 for amounts paid or incurred after December 31, 2020.

15 (17) For taxable years ending after March 12, 2020, subtract an
 16 amount equal to the deduction disallowed pursuant to:

17 (A) Section 2301(e) of the CARES Act (Public Law 116-136),
 18 as modified by Sections 206 and 207 of the Taxpayer Certainty
 19 and Disaster Relief Tax Act (Division EE of Public Law
 20 116-260); and

21 (B) Section 3134(e) of the Internal Revenue Code.

22 (18) For taxable years beginning after December 31, 2022,
 23 subtract an amount equal to the deduction disallowed under
 24 Section 280C(h) of the Internal Revenue Code.

25 (19) For taxable years beginning after December 31, 2021, add or
 26 subtract amounts related to specified research or experimental
 27 procedures as required under IC 6-3-2-29.

28 (20) Add or subtract any other amounts the taxpayer is:

29 (A) required to add or subtract; or

30 (B) entitled to deduct;

31 under IC 6-3-2.

32 (f) In the case of trusts and estates, "taxable income" (as defined for
 33 trusts and estates in Section 641(b) of the Internal Revenue Code)
 34 adjusted as follows:

35 (1) Subtract income that is exempt from taxation under this article
 36 by the Constitution and statutes of the United States.

37 (2) Subtract an amount equal to the amount of a September 11
 38 terrorist attack settlement payment included in the federal
 39 adjusted gross income of the estate of a victim of the September
 40 11 terrorist attack or a trust to the extent the trust benefits a victim

1 of the September 11 terrorist attack.

2 (3) Add or subtract the amount necessary to make the adjusted
3 gross income of any taxpayer that owns property for which bonus
4 depreciation was allowed in the current taxable year or in an
5 earlier taxable year equal to the amount of adjusted gross income
6 that would have been computed had an election not been made
7 under Section 168(k) of the Internal Revenue Code to apply bonus
8 depreciation to the property in the year that it was placed in
9 service.

10 (4) Add an amount equal to any deduction allowed under Section
11 172 of the Internal Revenue Code (concerning net operating
12 losses).

13 (5) Add or subtract the amount necessary to make the adjusted
14 gross income of any taxpayer that placed Section 179 property (as
15 defined in Section 179 of the Internal Revenue Code) in service
16 in the current taxable year or in an earlier taxable year equal to
17 the amount of adjusted gross income that would have been
18 computed had an election for federal income tax purposes not
19 been made for the year in which the property was placed in
20 service to take deductions under Section 179 of the Internal
21 Revenue Code in a total amount exceeding the sum of:

22 (A) twenty-five thousand dollars (\$25,000) to the extent
23 deductions under Section 179 of the Internal Revenue Code
24 were not elected as provided in clause (B); and

25 (B) for taxable years beginning after December 31, 2017, the
26 deductions elected under Section 179 of the Internal Revenue
27 Code on property acquired in an exchange if:

28 (i) the exchange would have been eligible for
29 nonrecognition of gain or loss under Section 1031 of the
30 Internal Revenue Code in effect on January 1, 2017;

31 (ii) the exchange is not eligible for nonrecognition of gain or
32 loss under Section 1031 of the Internal Revenue Code; and

33 (iii) the taxpayer made an election to take deductions under
34 Section 179 of the Internal Revenue Code with regard to the
35 acquired property in the year that the property was placed
36 into service.

37 The amount of deductions allowable for an item of property
38 under this clause may not exceed the amount of adjusted gross
39 income realized on the property that would have been deferred
40 under the Internal Revenue Code in effect on January 1, 2017.

1 (6) Subtract income that is:

2 (A) exempt from taxation under IC 6-3-2-21.7 (certain income
3 derived from patents); and

4 (B) included in the taxpayer's taxable income under the
5 Internal Revenue Code.

6 (7) Add an amount equal to any income not included in gross
7 income as a result of the deferral of income arising from business
8 indebtedness discharged in connection with the reacquisition after
9 December 31, 2008, and before January 1, 2011, of an applicable
10 debt instrument, as provided in Section 108(i) of the Internal
11 Revenue Code. Subtract from the adjusted gross income of any
12 taxpayer that added an amount to adjusted gross income in a
13 previous year the amount necessary to offset the amount included
14 in federal gross income as a result of the deferral of income
15 arising from business indebtedness discharged in connection with
16 the reacquisition after December 31, 2008, and before January 1,
17 2011, of an applicable debt instrument, as provided in Section
18 108(i) of the Internal Revenue Code.

19 (8) Add the amount excluded from federal gross income under
20 Section 103 of the Internal Revenue Code for interest received on
21 an obligation of a state other than Indiana, or a political
22 subdivision of such a state, that is acquired by the taxpayer after
23 December 31, 2011. For purposes of this subdivision:

24 (A) if the taxpayer receives interest from a pass through entity,
25 a regulated investment company, a hedge fund, or similar
26 arrangement, the taxpayer will be considered to have acquired
27 the obligation on the date the entity acquired the obligation;

28 (B) if ownership of the obligation occurs by means other than
29 a purchase, the date of acquisition of the obligation shall be
30 the date ownership of the obligation was transferred, except to
31 the extent provided in clause (A), and if a portion of the
32 obligation is acquired on multiple dates, the date of acquisition
33 shall be considered separately for each portion of the
34 obligation; and

35 (C) if ownership of the obligation occurred as the result of a
36 refinancing of another obligation, the acquisition date shall be
37 the date on which the obligation was refinanced.

38 (9) For taxable years beginning after December 25, 2016, add an
39 amount equal to:

40 (A) the amount reported by the taxpayer on IRC 965

- 1 Transition Tax Statement, line 1;
 2 (B) if the taxpayer deducted an amount under Section 965(c)
 3 of the Internal Revenue Code in determining the taxpayer's
 4 taxable income for purposes of the federal income tax, the
 5 amount deducted under Section 965(c) of the Internal Revenue
 6 Code; and
 7 (C) with regard to any amounts of income under Section 965
 8 of the Internal Revenue Code distributed by the taxpayer, the
 9 deduction under Section 965(c) of the Internal Revenue Code
 10 attributable to such distributed amounts and not reported to the
 11 beneficiary.
- 12 For purposes of this article, the amount required to be added back
 13 under clause (B) is not considered to be distributed or
 14 distributable to a beneficiary of the estate or trust for purposes of
 15 Sections 651 and 661 of the Internal Revenue Code.
- 16 (10) Subtract any interest expense paid or accrued in the current
 17 taxable year but not deducted as a result of the limitation imposed
 18 under Section 163(j)(1) of the Internal Revenue Code. Add any
 19 interest expense paid or accrued in a previous taxable year but
 20 allowed as a deduction under Section 163 of the Internal Revenue
 21 Code in the current taxable year. For purposes of this subdivision,
 22 an interest expense is considered paid or accrued only in the first
 23 taxable year the deduction would have been allowable under
 24 Section 163 of the Internal Revenue Code if the limitation under
 25 Section 163(j)(1) of the Internal Revenue Code did not exist.
- 26 (11) Add an amount equal to the deduction for qualified business
 27 income that was claimed by the taxpayer for the taxable year
 28 under Section 199A of the Internal Revenue Code.
- 29 (12) Subtract the amount that would have been excluded from
 30 gross income but for the enactment of Section 118(b)(2) of the
 31 Internal Revenue Code for taxable years ending after December
 32 22, 2017.
- 33 (13) Add an amount equal to the remainder of:
 34 (A) the amount allowable as a deduction under Section 274(n)
 35 of the Internal Revenue Code; minus
 36 (B) the amount otherwise allowable as a deduction under
 37 Section 274(n) of the Internal Revenue Code, if Section
 38 274(n)(2)(D) of the Internal Revenue Code was not in effect
 39 for amounts paid or incurred after December 31, 2020.
- 40 (14) For taxable years beginning after December 31, 2017, and

before January 1, 2021, add an amount equal to the excess business loss of the taxpayer as defined in Section 461(l)(3) of the Internal Revenue Code. In addition:

(A) If a taxpayer has an excess business loss under this subdivision and also has modifications under subdivisions (3) and (5) for property placed in service during the taxable year, the taxpayer shall treat a portion of the taxable year modifications for that property as occurring in the taxable year the property is placed in service and a portion of the modifications as occurring in the immediately following taxable year.

(B) The portion of the modifications under subdivisions (3) and (5) for property placed in service during the taxable year treated as occurring in the taxable year in which the property is placed in service equals:

(i) the modification for the property otherwise determined under this section; minus

(ii) the excess business loss disallowed under this subdivision;

but not less than zero (0).

(C) The portion of the modifications under subdivisions (3) and (5) for property placed in service during the taxable year treated as occurring in the taxable year immediately following the taxable year in which the property is placed in service equals the modification for the property otherwise determined under this section minus the amount in clause (B).

(D) Any reallocation of modifications between taxable years under clauses (B) and (C) shall be first allocated to the modification under subdivision (3), then to the modification under subdivision (5).

(15) For taxable years ending after March 12, 2020, subtract an amount equal to the deduction disallowed pursuant to:

(A) Section 2301(e) of the CARES Act (Public Law 116-136), as modified by Sections 206 and 207 of the Taxpayer Certainty and Disaster Relief Tax Act (Division EE of Public Law 116-260); and

(B) Section 3134(e) of the Internal Revenue Code.

(16) For taxable years beginning after December 31, 2022, subtract an amount equal to the deduction disallowed under Section 280C(h) of the Internal Revenue Code.

(17) Except as provided in subsection (c), for taxable years beginning after December 31, 2022, add an amount equal to any deduction or deductions allowed or allowable in determining taxable income under Section 641(b) of the Internal Revenue Code for taxes based on or measured by income and levied at the state level by any state of the United States.

(18) For taxable years beginning after December 31, 2021, add or subtract amounts related to specified research or experimental procedures as required under IC 6-3-2-29.

(19) Add or subtract any other amounts the taxpayer is:

(A) required to add or subtract; or

(B) entitled to deduct;

under IC 6-3-2.

(g) For purposes of IC 6-3-2.1, IC 6-3-4-12, IC 6-3-4-13, and IC 6-3-4-15 for taxable years beginning after December 31, 2022, "adjusted gross income" of a pass through entity means the items of ordinary income and loss in the case of a partnership or a corporation described in IC 6-3-2-2.8(2), or distributions subject to tax for state and federal income tax for beneficiaries in the case of a trust or estate, whichever is applicable, for the taxable year modified as follows:

(1) Add the separately stated items of income and gains, or the equivalent items that must be considered separately by a beneficiary, as determined for federal purposes, attributed to the partners, shareholders, or beneficiaries of the pass through entity, determined without regard to whether the owner is permitted to exclude all or part of the income or gain or deduct any amount against the income or gain.

(2) Subtract the separately stated items of deductions or losses or items that must be considered separately by beneficiaries, as determined for federal purposes, attributed to partners, shareholders, or beneficiaries of the pass through entity and that are deductible by an individual in determining adjusted gross income as defined under Section 62 of the Internal Revenue Code:

(A) limited as if the partners, shareholders, and beneficiaries deducted the maximum allowable loss or deduction allowable for the taxable year prior to any amount deductible from the pass through entity; but

(B) not considering any disallowance of deductions resulting from federal basis limitations for the partner, shareholder, or

1 beneficiary.

2 (3) Add or subtract any modifications to adjusted gross income
3 that would be required both for individuals under subsection (a)
4 and corporations under subsection (b) to the extent otherwise
5 provided in those subsections, including amounts that are
6 allowable for which such modifications are necessary to account
7 for separately stated items in subdivision (1) or (2).

8 (h) Subsections (a)(36), (b)(22), (d)(20), (e)(20), or (f)(19) may not
9 be construed to require an add back or allow a deduction or exemption
10 more than once for a particular add back, deduction, or exemption.

11 (i) For taxable years beginning after December 25, 2016, if:

12 (1) a taxpayer is a shareholder, either directly or indirectly, in a
13 corporation that is an E&P deficit foreign corporation as defined
14 in Section 965(b)(3)(B) of the Internal Revenue Code, and the
15 earnings and profit deficit, or a portion of the earnings and profit
16 deficit, of the E&P deficit foreign corporation is permitted to
17 reduce the federal adjusted gross income or federal taxable
18 income of the taxpayer, the deficit, or the portion of the deficit,
19 shall also reduce the amount taxable under this section to the
20 extent permitted under the Internal Revenue Code, however, in no
21 case shall this permit a reduction in the amount taxable under
22 Section 965 of the Internal Revenue Code for purposes of this
23 section to be less than zero (0); and

24 (2) the Internal Revenue Service issues guidance that such an
25 income or deduction is not reported directly on a federal tax
26 return or is to be reported in a manner different than specified in
27 this section, this section shall be construed as if federal adjusted
28 gross income or federal taxable income included the income or
29 deduction.

30 (j) If a partner is required to include an item of income, a deduction,
31 or another tax attribute in the partner's adjusted gross income tax return
32 pursuant to IC 6-3-4.5, such item shall be considered to be includible
33 in the partner's federal adjusted gross income or federal taxable
34 income, regardless of whether such item is actually required to be
35 reported by the partner for federal income tax purposes. For purposes
36 of this subsection:

37 (1) items for which a valid election is made under IC 6-3-4.5-6,
38 IC 6-3-4.5-8, or IC 6-3-4.5-9 shall not be required to be included
39 in the partner's adjusted gross income or taxable income; and

40 (2) items for which the partnership did not make an election under

1 IC 6-3-4.5-6, IC 6-3-4.5-8, or IC 6-3-4.5-9, but for which the
2 partnership is required to remit tax pursuant to IC 6-3-4.5-18,
3 shall be included in the partner's adjusted gross income or taxable
4 income.

5 (k) The following apply for purposes of this section:

6 (1) For purposes of subsections (b) and (f), if a taxpayer is an
7 organization that has more than one (1) trade or business subject
8 to the provisions of Section 512(a)(6) of the Internal Revenue
9 Code, the following rules apply for taxable years beginning after
10 December 31, 2017:

11 (A) If a trade or business has federal unrelated business
12 taxable income of zero (0) or greater for a taxable year, the
13 unrelated business taxable income and modifications required
14 under this section shall be combined in determining the
15 adjusted gross income of the taxpayer and shall not be treated
16 as being subject to the provisions of Section 512(a)(6) of the
17 Internal Revenue Code if one (1) or more trades or businesses
18 have negative Indiana adjusted gross income after
19 adjustments.

20 (B) If a trade or business has federal unrelated business
21 taxable income of less than zero (0) for a taxable year, the
22 taxpayer shall apply the modifications under this section for
23 the taxable year against the net operating loss in the manner
24 required under IC 6-3-2-2.5 and IC 6-3-2-2.6 for separately
25 stated net operating losses. However, if the application of
26 modifications required under IC 6-3-2-2.5 or IC 6-3-2-2.6
27 results in the separately stated net operating loss for the trade
28 or business being zero (0), the modifications that increase
29 adjusted gross income under this section and remain after the
30 calculations to adjust the separately stated net operating loss
31 to zero (0) that result from the trade or business must be
32 treated as modifications to which clause (A) applies for the
33 taxable year.

34 (C) If a trade or business otherwise described in Section
35 512(a)(6) of the Internal Revenue Code incurred a net
36 operating loss for a taxable year beginning after December 31,
37 2017, and before January 1, 2021, and the net operating loss
38 was carried back for federal tax purposes:

39 (i) if the loss was carried back to a taxable year for which
40 the requirements under Section 512(a)(6) of the Internal

- 1 Revenue Code did not apply, the portion of the loss and
 2 modifications attributable to the loss shall be treated as
 3 adjusted gross income of the taxpayer for the first taxable
 4 year of the taxpayer beginning after December 31, 2022, and
 5 shall be treated as part of the adjusted gross income
 6 attributable to clause (A), unless, and to the extent, the loss
 7 and modifications were applied to adjusted gross income for
 8 a previous taxable year, as determined under this article; and
 9 (ii) if the loss was carried back to a taxable year for which
 10 the requirements under Section 512(a)(6) of the Internal
 11 Revenue Code applied, the portion of the loss and
 12 modifications attributable to the loss shall be treated as
 13 adjusted gross income of the taxpayer for the first taxable
 14 year of the taxpayer beginning after December 31, 2022, and
 15 for purposes of this clause, the inclusion of losses and
 16 modifications shall be in the same manner as provided in
 17 clause (B), unless, and to the extent, the loss and
 18 modifications were applied to adjusted gross income for a
 19 previous taxable year, as determined under this article.
- 20 (D) Notwithstanding any provision in this subdivision, if a
 21 taxpayer computed its adjusted gross income for a taxable year
 22 beginning before January 1, 2023, based on a reasonable
 23 interpretation of this article, the taxpayer shall be permitted to
 24 compute its adjusted gross income for those taxable years
 25 based on that interpretation. However, a taxpayer must
 26 continue to report any tax attributes for taxable years
 27 beginning after December 31, 2022, in a manner consistent
 28 with its previous interpretation.
- 29 (2) In the case of a corporation, other than a captive real estate
 30 investment trust, for which the adjusted gross income under this
 31 article is determined after a deduction for dividends paid under
 32 the Internal Revenue Code, the modifications required under this
 33 section shall be applied in ratio to the corporation's taxable
 34 income (as defined in Section 63 of the Internal Revenue Code)
 35 after deductions for dividends paid under the Internal Revenue
 36 Code compared to the corporation's taxable income (as defined in
 37 Section 63 of the Internal Revenue Code) before the deduction for
 38 dividends paid under the Internal Revenue Code.
- 39 (3) In the case of a trust or estate, the trust or estate is required to
 40 include only the portion of the modifications not passed through

to beneficiaries.

(4) In the case of a taxpayer for which modifications are required to be applied against a separately stated net operating loss under IC 6-3-2-2.5 or IC 6-3-2-2.6, the modifications required under this section must be adjusted to reflect the required application of the modifications against a separately stated net operating loss, in order to avoid the application of a particular modification multiple times.

SECTION 47. IC 6-3-2-6, AS AMENDED BY P.L.146-2020, SECTION 23, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)]: Sec. 6. (a) Each taxable year, an individual who rents a dwelling for use as the individual's principal place of residence may deduct from the individual's adjusted gross income (as defined in IC 6-3-1-3.5(a)), the lesser of:

(1) the amount of rent paid by the individual with respect to the dwelling during the taxable year; or

(2) ~~three thousand dollars (\$3,000);~~ **four thousand dollars (\$4,000).**

(b) Notwithstanding subsection (a):

(1) a married couple filing a joint return for a particular taxable year may not claim a deduction under this section of more than three thousand dollars (\$3,000); and

(2) a married individual filing a separate return for a particular taxable year may not claim a deduction under this section of more than one thousand five hundred dollars (\$1,500).

(c) The deduction provided by this section does not apply to an individual who rents a dwelling that is exempt from Indiana property tax.

(d) For purposes of this section, a "dwelling" includes a single family dwelling and unit of a multi-family dwelling."

Delete pages 79 through 94.

Page 95, delete lines 1 through 46.

Page 120, between lines 19 and 20, begin a new paragraph and insert:

"SECTION 87. [EFFECTIVE JULY 1, 2025] **(a) The following amounts are appropriated from the state general fund, unless otherwise specified:**

<i>Program</i>	<i>Appropriation</i>
	<i>FY2025-2026 FY2026-2027</i>
Alternate Education	4,500,00 4,500,000

1	Commission on Race and Gender Fairness		
2		880,996	880,996
3	Indiana Destination Development Corporation		
4		14,141,964	14,141,964
5	Columbus Learning Center Lease Payment		
6		2,582,500	2,553,000
7	Civil Rights Commission		
8		2,374,855	2,375,745
9	Commission for Women		
10		113,601	113,601
11	Native American Indian Affairs Commission		
12		109,378	109,378
13	Secretary of State - Election Security		
14		3,180,000	3,180,000
15	Law Enforcement Watercraft		
16		900,000	900,000
17	Indiana Historical Society Building		
18		984,966	984,966
19	Juvenile Recidivism Reduction Pilot Program		
20		100,000	100,000
21	Residential Water Supply Testing		
22		25,000	25,000
23	Juvenile Behavioral Health Competitive Pilot Program		
24		20,000,000	20,000,000
25	Juvenile Diversion Grant Program		
26		5,000,000	5,000,000
27	Juvenile Community Alternatives Program		
28		5,000,000	5,000,000
29	Grain Buyers and Warehouse Licensing		
30		600,000	600,000
31	Statewide Sports and Tourism Bid Fund		
32		5,000,000	5,000,000
33	Veterans Career and Relocation Assistance		
34		2,000,000	2,000,000
35	Ivy Tech Community College Outcomes-Based Prospective		
36	Model		
37		4,702,207	4,702,207
38	Indiana University Bloomington Outcomes-Based Prospective		
39	Model		
40		3,979,258	3,979,258

1	Imagination Library Fund		
2		4,000,000	4,000,000
3	IU East Outcomes-Based Prospective Model		
4		300,854	300,854
5	IU Kokomo Outcomes-Based Prospective Model		
6		330,524	330,524
7	IU Northwest Outcomes-Based Prospective Model		
8		392,163	392,163
9	IU South Bend Outcomes-Based Prospective Model		
10		505,334	505,334
11	IU Southeast Outcomes-Based Prospective Model		
12		423,636	423,636
13	Purdue Fort Wayne Outcomes-Based Prospective Model		
14		897,128	897,128
15	Purdue University West Lafayette Outcomes-Based Prospective		
16	Model		
17		4,118,554	4,118,554
18	Purdue Northwest Outcomes-Based Prospective Model		
19		965,951	965,951
20	Indiana State University Outcomes-Based Prospective Model		
21		1,489,979	1,489,979
22	University of Southern Indiana Outcomes-Based Prospective		
23	Model		
24		1,020,760	1,020,760
25	Ball State University Outcomes-Based Prospective Model		
26		2,660,219	2,660,219
27	Vincennes University Outcomes-Based Prospective Model		
28		889,508	889,508
29	Governor's Council for People with Disabilities		
30		450,000	450,000
31	Auditory-Verbal Accelerated Education Program		
32		2,000,000	2,000,000
33	IU Indianapolis Outcomes-Based Prospective Model		
34		6,750,000	6,750,000
35	Perkins State Match		
36		244,000	244,000
37	Indiana State Museum and Memorials		
38		1,992,670	1,992,670
39	War Memorials Commission		
40		365,177	365,177

1	Office of Small Business and Entrepreneurship		
2		2,300,000	2,300,000
3	Indiana State Police OPEB Contribution		
4		6,006,409	6,006,409
5	Distribution for Adult Learners		
6		44,512,500	44,512,500
7	Manufacturing Readiness Grants		
8		10,000,00	10,000,000
9	Room and Board Assistance (R-CAP)		
10		6,496,669	6,496,669
11	OMPP State Programs		
12		27,618,940	27,618,940
13	School Internet Connection		
14		3,415,000	3,415,000
15	Next Level Computer Science Program		
16		500,000	500,000
17	Senator David C. Ford Educational Technology Program		
18		2,000,000	2,000,000
19	Arts Commission Administration		
20		1,565,775	1,565,775
21	Gifted and Talented Education Program		
22		18,000,000	18,000,000
23	Indiana State Library Operating Costs		
24		3,745,494	3,749,310
25	Problem Solving Courts		
26		7,000,000	7,000,000
27	Civil Legal Aid		
28		4,000,000	4,000,000
29	Indiana Education Scholarship Account Program		
30		15,000,000	15,000,000
31	Community Corrections Programs		
32		75,000,000	75,000,000
33	The above appropriations do not revert to the state general fund		
34	at the end of a state fiscal year.		
35	Indiana Secured School Safety		
36		35,000,000	35,000,000
37	President Benjamin Harrison Conservation Trust		
38			25,000,000
39	The above appropriation is for the biennium beginning July 1,		
40	2025, and ending June 30, 2027.		

1	Distribution to Food Banks		
2		4,000,000	4,000,000
3	Indiana Individual Development Accounts		
4			5,000,000
5	The above appropriation is for the biennium beginning July 1,		
6	2025, and ending June 30, 2027.		
7	High Speed Rail Development Fund		
8		100,000	100,000
9	Public Mass Transportation		
10		50,000,000	50,000,000
11	Community Mental Health		
12		75,000,000	75,000,000
13	Community Mental Health Centers		
14		10,000,000	10,000,000
15	C.H.O.I.C.E. In-Home Services		
16		55,000,000	55,000,000
17	Independent Living		
18		2,500,000	2,500,000
19	Pre-K Education		
20		50,668,392	75,000,000
21	Youth Service Bureau		
22		1,500,000	1,500,000
23	Project Safeplace		
24		200,000	200,000
25	Minority Health Initiative		
26		3,500,000	3,500,000
27	Tobacco Master Settlement Agreement Fund		
28		10,000,000	10,000,000
29	Veteran Service Organizations		
30		2,000,000	2,000,000
31	Veteran Suicide Prevention		
32		2,000,000	2,000,000
33	The above appropriation includes funding for posttraumatic		
34	stress disorder services.		
35	Public Television Alignment		
36		7,000,000	7,000,000
37	Library Services for the Blind - Electronic Newslines		
38		200,000	200,000
39	Teacher's Social Security and Retirement Distribution		
40		2,157,521	2,157,521

1	Occupational Safety and Health		
2		1,098,498	1,098,498
3	STEM Teacher Recruitment Fund		
4		5,000,000	5,000,000
5	Dual Immersion Pilot Program		
6		1,000,000	1,000,000
7	Voter Education Outreach		
8		749,972	749,972
9	White River State Park Development Commission		
10		1,041,710	1,041,710
11	County Jail Maintenance Contingency Fund		
12		34,000,000	34,000,000
13	Industrial Development Grant Program		
14		4,850,000	4,850,000
15	Local Public Health Fund		
16		150,000,000	150,000,000
17	21st Century Research and Technology Fund		
18		10,000,000	10,000,000

(b) Notwithstanding any other provision or law, if money is appropriated in another SECTION of this act for a program, description, or purpose specified in subsection (a), to the extent the amount of the appropriation for a state fiscal year is different, the amount appropriated in subsection (a) shall prevail.

(c) This SECTION expires July 1, 2027.

SECTION 88. [EFFECTIVE JULY 1, 2025] (a) There is appropriated from the state general fund to the department of homeland security in each of the state fiscal years beginning after June 30, 2025, and ending before July 1, 2027, two million dollars (\$2,000,000) to be distributed as grants for use in providing mental health and wellness training for law enforcement officers, full-time firefighters, and emergency medical services providers.

(b) This SECTION expires July 1, 2027.

SECTION 89. [EFFECTIVE JULY 1, 2025] (a) There is appropriated from the state general fund to the department of natural resources for the biennium beginning July 1, 2025, and ending June 30, 2027, twenty-five million dollars (\$25,000,000) for use in creating, developing, and maintaining trails and trail systems.

(b) This SECTION expires July 1, 2027.

SECTION 90. [EFFECTIVE JULY 1, 2025] (a) There is

appropriated from the state general fund to the department of homeland security in each of the state fiscal years beginning after June 30, 2025, and ending before July 1, 2027, two hundred thousand dollars (\$200,000) to be used for the PFAS biomonitoring pilot program.

(b) This SECTION expires July 1, 2027.

SECTION 91. [EFFECTIVE JULY 1, 2025] (a) There is appropriated from the state general fund to the department of homeland security for the biennium beginning July 1, 2025, and ending June 30, 2027, one hundred twenty thousand dollars (\$120,000) for purchase and distribution of stop the bleed kits.

(b) This SECTION expires July 1, 2027.

SECTION 92. [EFFECTIVE JULY 1, 2025] (a) There is appropriated from the state general fund to the Lake County Prosecutor's Office for the biennium beginning July 1, 2025, and ending June 30, 2027, twenty thousand dollars (\$20,000) to provide gun safety initiatives in Lake County schools.

(b) This SECTION expires July 1, 2027.

SECTION 93. [EFFECTIVE JULY 1, 2025] (a) There is appropriated from the state general fund to the Indiana department of health for the biennium beginning July 1, 2025, and ending June 30, 2027, two million dollars (\$2,000,000) for use in the statewide produce rx pilot program.

(b) This SECTION expires July 1, 2027.

SECTION 94. [EFFECTIVE JULY 1, 2025] (a) There is appropriated from the state general fund to the department of education for the biennium beginning July 1, 2025, and ending June 30, 2027, two million dollars (\$2,000,000) to provide grants to schools for school wellness initiatives.

(b) This SECTION expires July 1, 2027.

SECTION 95. [EFFECTIVE JANUARY 1, 2025 (RETROACTIVE)] (a) IC 6-3-2-6, as amended by this act, applies to taxable years beginning after December 31, 2024.

(b) This SECTION expires July 1, 2028.

SECTION 96. [EFFECTIVE JULY 1, 2025] (a) IC 6-2.5-5-57, as amended by this act, applies only to retail transactions occurring after June 30, 2025.

(b) Except as provided in subsection (c), a retail transaction is considered to have occurred after June 30, 2025, if the property whose transfer constitutes selling at retail is delivered to the

1 purchaser or to the place of delivery designated by the purchaser
2 after June 30, 2025.

3 (c) Notwithstanding the delivery of the property constituting
4 selling at retail after June 30, 2025, a transaction is considered to
5 have occurred before July 1, 2025, to the extent that:

6 (1) the agreement of the parties to the transaction is entered
7 into before July 1, 2025; and

8 (2) payment for the property furnished in the transaction is
9 made before July 1, 2025.

10 (d) This SECTION expires January 1, 2028.

11 SECTION 97. [EFFECTIVE JULY 1, 2025] (a) IC 6-2.5-5-57.3, as
12 added by this act, applies only to retail transactions occurring after
13 June 30, 2025.

14 (b) Except as provided in subsection (c), a retail transaction is
15 considered to have occurred after June 30, 2025, if the property
16 whose transfer constitutes selling at retail is delivered to the
17 purchaser or to the place of delivery designated by the purchaser
18 after June 30, 2025.

19 (c) Notwithstanding the delivery of the property constituting
20 selling at retail after June 30, 2025, a transaction is considered to
21 have occurred before July 1, 2025, to the extent that:

22 (1) the agreement of the parties to the transaction is entered
23 into before July 1, 2025; and

24 (2) payment for the property furnished in the transaction is
25 made before July 1, 2025.

26 (d) This SECTION expires January 1, 2028.

27 SECTION 98. [EFFECTIVE JULY 1, 2025] (a) IC 6-2.5-5-57.5, as
28 added by this act, applies only to retail transactions occurring after
29 June 30, 2025.

30 (b) Except as provided in subsection (c), a retail transaction is
31 considered to have occurred after June 30, 2025, if the property
32 whose transfer constitutes selling at retail is delivered to the
33 purchaser or to the place of delivery designated by the purchaser
34 after June 30, 2025.

35 (c) Notwithstanding the delivery of the property constituting
36 selling at retail after June 30, 2025, a transaction is considered to
37 have occurred before July 1, 2025, to the extent that:

38 (1) the agreement of the parties to the transaction is entered
39 into before July 1, 2025; and

40 (2) payment for the property furnished in the transaction is

- 1 **made before July 1, 2025.**
- 2 **(d) This SECTION expires January 1, 2028."**
- 3 Renumber all SECTIONS consecutively.
 (Reference is to HB 1001 as introduced.)