

Smart decisions. Lasting value.™

Vigo County Local Income Tax

Vigo County Council Public Hearing

August 7, 2017

State Income Tax Rate Has Dropped .17% Since December 2014

	State Income Tax Rate	Vigo (Old CAGIT)	Vigo (Old CEDIT)	Total Income Tax Rate
December 2014	3.40%	.75%	.50%	4.65%
January 2015	3.30%	.75%	.50%	4.55%
January 2017	3.23%	.75%	.50%	4.48%

- Indiana General Assembly passed phased-in 5% income tax cut in 2014

Area Income Tax Rates & Circuit Breaker Impact

	Local Income Tax Rate	County Circuit Breaker %
Vigo	1.25%	19.53%
Clay	2.25%	0.26%
Parke	2.65%	0.19%
Sullivan	0.60%	2.30%
Vermillion	0.20%	4.83%
Knox	1.00%	8.26%
Greene	1.25%	6.02%
Owen	1.30%	1.00%
Putnam	1.75%	1.55%
Montgomery	2.10%	2.99%
Fountain	2.10%	1.45%
Warren	2.12%	0.14%

Comparable Counties Tax Rates & Circuit Breaker Impact

	Local Income Tax Rate	County Circuit Breaker %
Monroe	1.345%	0.82%
Madison	1.75%	21.83%
Delaware	1.50%	25.30%
Clark	2.00%	8.43%
LaPorte	0.95%	11.43%
Vigo	1.25%	19.53%
Howard	1.65%	15.55%

Circuit Breaker Impact – All Units

Taxes Payable in Each Year	1% Homestead Circuit Breaker Credits	2% Circuit Breaker Credits	3% Circuit Breaker Credits	Over 65 Circuit Breaker Credits	County-Wide
2010	\$3,133,575	\$5,909,427	\$5,345,345	\$147,269	\$14,535,617
2011	\$3,083,088	\$5,367,775	\$4,906,978	\$144,338	\$13,502,178
2012	\$4,027,821	\$6,984,267	\$6,737,755	\$206,771	\$17,956,613
2013	\$4,275,229	\$9,012,717	\$8,405,630	\$172,079	\$21,865,655
2014	\$4,930,372	\$9,927,202	\$9,073,531	\$201,316	\$24,132,421
2015	\$5,088,104	\$10,401,404	\$9,133,590	\$198,996	\$24,822,094
2016	\$5,609,355	\$11,847,766	\$10,038,495	\$229,763	\$27,725,379
2017	\$6,519,061	\$12,733,487	\$11,421,462	\$281,763	\$30,955,457
2018 EST.					\$31,130,587
TOTAL	\$26,696,233	\$72,184,025	\$65,062,786	\$1,427,495	\$163,345,414

• County-wide Circuit Breaker Credits are up 113% since 2010

Circuit Breaker Impact – Vigo County Government

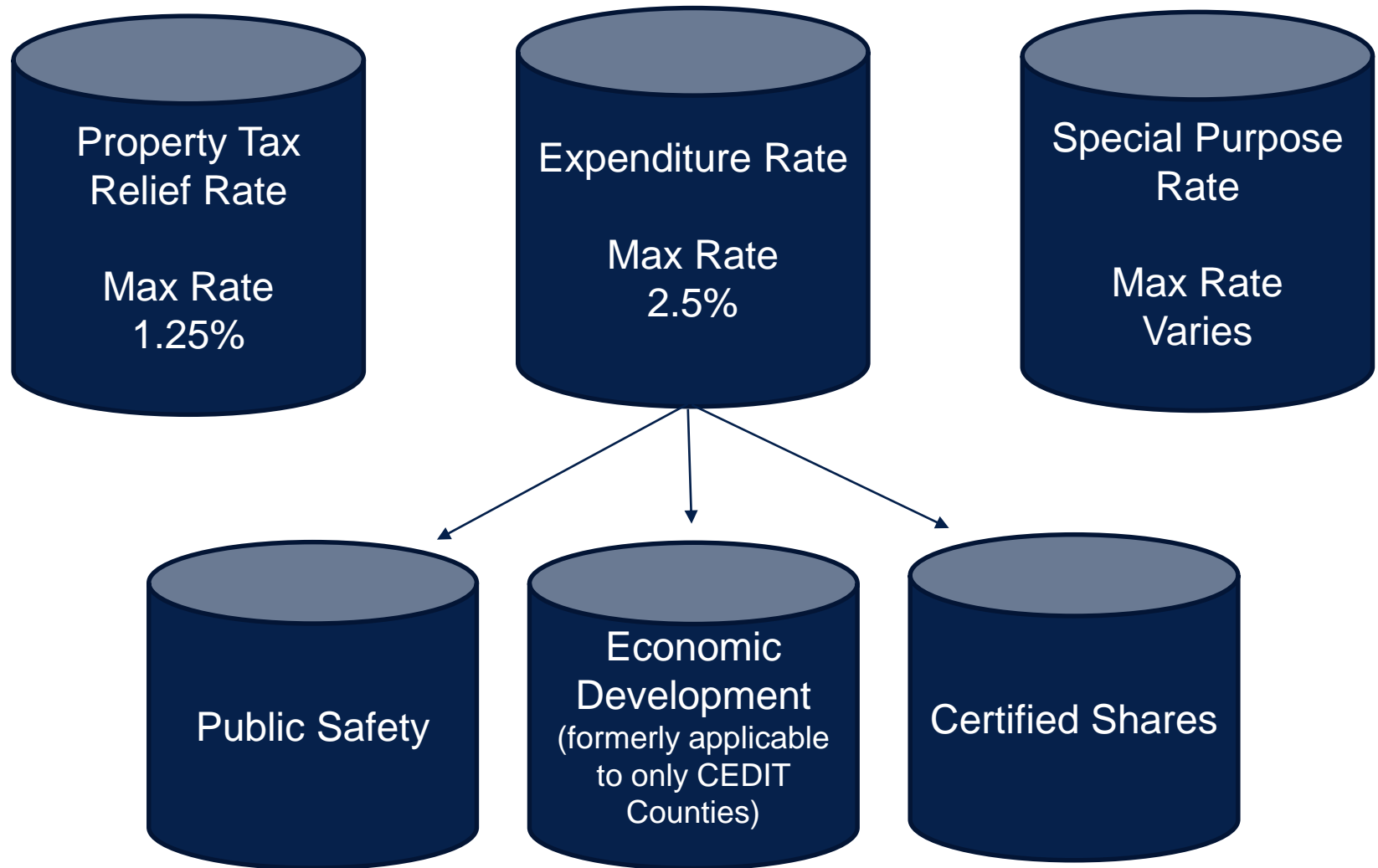
Tax Payable Year	Certified Assessed Value	Certified Levy	Total Circuit Breaker Credit	% of Certified Levy
2010	\$3,607,394,856	\$23,040,431	\$2,920,675	12.68%
2011	\$3,711,371,485	\$26,276,510	\$2,802,356	10.66%
2012	\$3,642,993,114	\$26,638,755	\$3,681,476	13.82%
2013	\$3,496,215,901	\$23,215,184	\$4,226,548	18.21%
2014	\$3,573,565,076	\$28,416,989	\$4,637,504	16.32%
2015	\$3,621,153,779	\$29,240,817	\$4,859,451	16.62%
2016	\$3,640,332,172	\$29,883,486	\$5,376,527	17.99%
2017	\$3,678,784,248	\$30,894,430	\$6,034,373	19.53%
2018 EST.		\$31,313,604	\$6,974,112	22.27%
TOTAL			\$41,513,022	

- Vigo County Government realized less than 35% of levy growth this year
- Certified net AV has increased a total of 1.9% since 2010



Proposed Local Income Tax

Local Income Tax Components



Current Local Income Tax

- **Current Local Income Tax (In place as of 1/1/2017)**
 - Expenditure Rate (Maximum Rate: 2.50%)
 - School Corporation, Civil Taxing Units and Certified Shares
 - Vigo County: 0.75% (0.25% School Corporations and Civil Taxing Units, 0.50% Certified Shares-PTRC)
 - Public Safety
 - Economic Development
 - Vigo County: 0.50%
 - Total Existing Rate: 1.25%

Local Income Tax Analysis

(Existing Local Income Tax – Certified 2017)

STATE OF INDIANA INDIANA DEPARTMENT OF LOCAL GOVERNMENT FINANCE

Local Income Tax Estimated Distributions for 2017
Based on State Budget Agency's Estimated Distributions Released August 1, 2016

County 84 Vigo

Expenditure Rate - Certified Shares Revenue	15,158,531	Expenditure Rate - Public Safety Revenue	0	Expenditure Rate - Economic Development Revenue	10,357,319
IC 6-3.6-6-3(1) Distribution	5,052,844	PSAP Distribution	0		
Certified Shares Distribution	10,105,687	Public Safety Distribution	0		

<u>Unit</u>	<u>Expenditure Rate - Certified Shares IC 6-3.6-6-3(1) Distribution</u>	<u>Certified Shares Distribution</u>	<u>Total Expenditure Rate - Certified Shares Distribution</u>	<u>Estimated Public Safety Distribution</u>	<u>Economic Development Distribution</u>
VIGO COUNTY	1,583,045	4,346,477	5,929,522	0	5,297,183
FAYETTE TOWNSHIP	4,909	11,817	16,726	0	0
HARRISON TOWNSHIP	38,425	92,494	130,919	0	0
HONEY CREEK TOWNSHIP	2,159	5,198	7,357	0	0
LINTON TOWNSHIP	3,184	7,664	10,848	0	0
LOST CREEK TOWNSHIP	5,970	14,371	20,341	0	0
NEVINS TOWNSHIP	3,404	8,195	11,599	0	0
OTTER CREEK TOWNSHIP	12,885	31,017	43,902	0	0
PIERSON TOWNSHIP	4,760	11,457	16,217	0	0
PRAIRIE CREEK TOWNSHIP	1,014	2,440	3,454	0	0
PRAIRIETON TOWNSHIP	901	2,168	3,069	0	0
RILEY TOWNSHIP	1,481	3,564	5,045	0	0
SUGAR CREEK TOWNSHIP	12,500	30,090	42,590	0	0
TERRE HAUTE CIVIL CITY	1,704,256	4,102,438	5,806,694	0	4,964,531
RILEY CIVIL TOWN	1,120	2,696	3,816	0	3,262

8/18/2016

Local Income Tax Analysis

(Existing Local Income Tax – Certified 2017) - Continued

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<u>Unit</u>	<u>Expenditure Rate - Certified Shares IC 6-3.6-6-3(1) Distribution</u>	<u>Certified Shares Distribution</u>	<u>Total Expenditure Rate - Certified Shares Distribution</u>	<u>Estimated Public Safety Distribution</u>	<u>Economic Development Distribution</u>
SEELYVILLE CIVIL TOWN	3,257	7,839	11,096	0	9,486
WEST TERRE HAUTE CIVIL TOWN	28,442	68,465	96,907	0	82,857
VIGO COUNTY SCHOOL CORPORATION	1,077,276	0	1,077,276	0	0
VIGO COUNTY PUBLIC LIBRARY	308,278	742,079	1,050,357	0	0
VIGO COUNTY SOLID WASTE MANAGEMENT DIST	0	0	0	0	0
TERRE HAUTE SANITARY	200	481	681	0	0
TERRE HAUTE INTERNATIONAL AIRPORT	76,684	184,593	261,277	0	0
HONEY CREEK FIRE PROTECTION	107,099	257,805	364,904	0	0
NEW GOSHEN FIRE PROTECTION DISTRICT	8,129	19,567	27,696	0	0
LOST CREEK FIRE PROTECTION DISTRICT	5,811	13,988	19,799	0	0
PRAIRIETON FIRE PROTECTION DISTRICT	13,541	32,595	46,136	0	0
RILEY FIRE PROTECTION DISTRICT	21,080	50,743	71,823	0	0
SUGAR CREEK TOWNSHIP FIRE DISTRICT	23,034	55,446	78,480	0	0
TOTAL:	5,052,844	10,105,687	15,158,531	0	10,357,319

8/18/2016

Revenue From Proposed 1.00% LIT Increase

	.25% Special Jail	.10% PSAP	.65% Public Safety LIT	1.00% LIT
Vigo County	\$5,049,911	\$2,019,964	\$6,321,104	\$13,390,979
Fayette Township			\$17,186	\$17,186
Linton Township			\$11,146	\$11,146
Nevins Township			\$11,960	\$11,960
Otter Creek Township			\$45,110	\$45,110
Pierson Township			\$16,663	\$16,663
Terre Haute			\$5,966,194	\$5,966,194
Riley			\$3,921	\$3,921
Seelyville			\$11,398	\$11,398
West Terre Haute			\$99,570	\$99,570
Honey Creek Fire			\$374,928	\$374,928
New Goshen Fire			\$28,457	\$28,457
Lost Creek Fire			\$20,345	\$20,345
Prairieton Fire			\$47,403	\$47,403
Riley Fire			\$73,793	\$73,793
Sugar Creek Township Fire			\$80,634	\$80,634
TOTAL	\$5,049,911	\$2,019,964	\$13,129,769	\$20,199,644