

SENATE BILL No. 284

DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-3-3-14.5.

Synopsis: Educator expense tax credit. Provides that a teacher employed by a private school is entitled to claim a state income tax credit for teacher classroom supplies. (Currently, only public school teachers are entitled to claim the tax credit.) Specifies that a "teacher" for purposes of the tax credit is a kindergarten through grade 12 teacher.

Effective: January 1, 2017 (retroactive).

Tomes

January 9, 2017, read first time and referred to Committee on Education and Career Development.



First Regular Session 120th General Assembly (2017)

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

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

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2016 Regular Session of the General Assembly.

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

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

- 1 SECTION 1. IC 6-3-3-14.5, AS ADDED BY P.L.213-2015,
- 2 SECTION 82, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 3 JANUARY 1, 2017 (RETROACTIVE)]: Sec. 14.5. (a) As used in this
- 4 section, "classroom supplies" means any items that qualify for the
- 5 educator expense deduction under Section 62(a)(2)(D) of the Internal
- 6 Revenue Code (as effective December 31, 2013).
- 7 **(b) As used in this section, "teacher" means a kindergarten**
- 8 **through grade 12 teacher who is employed by:**
- 9 **(1) a public school corporation established under IC 20,**
- 10 **including a charter school; or**
- 11 **(2) a nonpublic school (as defined in IC 20-18-2-12).**
- 12 ~~(b)~~ (c) Each taxable year, an individual employed as a teacher ~~(as~~
- 13 ~~defined in IC 20-18-2-22(a))~~ is entitled to a credit against the
- 14 individual's adjusted gross income tax liability for amounts expended
- 15 during the taxable year for classroom supplies. The amount of the
- 16 credit is the lesser of:
- 17 (1) one hundred dollars (\$100); or



1 (2) the total amount expended for classroom supplies during a
2 taxable year.
3 ~~(c)~~ **(d)** The credit provided by this section may not exceed the
4 amount of the individual's adjusted gross income tax liability for the
5 taxable year, reduced by the sum of all credits for the taxable year that
6 are applied before the application of the credit provided by this section.
7 The amount of any unused credit under this section for a taxable year
8 may not be carried forward to a succeeding taxable year, carried back
9 to a preceding taxable year, or refunded.
10 **SECTION 2. An emergency is declared for this act.**

