HOUSE BILL No. 1616

DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-1.1-10-16; IC 6-3.1-9.

Synopsis: Affordable housing tax benefits. Restores the property tax exemption for certain real property that is acquired for the purpose of erecting, renovating, or improving a single family residential structure that is to be given away or sold: (1) in a charitable manner; (2) by a nonprofit organization; and (3) to low income individuals who will use the land as a family residence. Expands the neighborhood assistance credit to provide the credit for contributions to certain nonprofit entities that develop affordable residential housing for sale to certain low income buyers (program II). Expands the neighborhood assistance credit to provide the credit for contributions to affordable housing organizations (program III). Provides that the aggregate limit of tax credits that may be approved under program II each state fiscal year is $1 million. Provides that the aggregate limit of neighborhood assistance tax credits that may be approved under program III each state fiscal year is $1 million. Specifies conditions for allocations of neighborhood assistance credits to affordable housing organizations under program III.

Effective: July 1, 2019; January 1, 2020.

Pressel, Clere

January 22, 2019, read first time and referred to Committee on Ways and Means.

Introduced

First Regular Session of the 121st General Assembly (2019)

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 2018 Regular and Special Session of the General Assembly.

HOUSE BILL No. 1616

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

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

SECTION 1. IC 6-1.1-10-16, AS AMENDED BY P.L.181-2016, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 16. (a) All or part of a building is exempt from property taxation if it is owned, occupied, and used by a person for educational, literary, scientific, religious, or charitable purposes.

(b) A building is exempt from property taxation if it is owned, occupied, and used by a town, city, township, or county for educational, literary, scientific, fraternal, or charitable purposes.

(c) A tract of land, including the campus and athletic grounds of an educational institution, is exempt from property taxation if:

(1) a building that is exempt under subsection (a) or (b) is situated on it;

(2) a parking lot or structure that serves a building referred to in subdivision (1) is situated on it; or

(3) the tract:

(A) is owned by a nonprofit entity established for the purpose of retaining and preserving land and water for their natural

(B) does not exceed five hundred (500) acres; and
(C) is not used by the nonprofit entity to make a profit.

(d) A tract of land is exempt from property taxation if:

(1) it is purchased for the purpose of erecting a building that is to be owned, occupied, and used in such a manner that the building will be exempt under subsection (a) or (b); and

(2) not more than four (4) years after the property is purchased, and for each year after the four (4) year period, the owner demonstrates substantial progress and active pursuit towards the erection of the intended building and use of the tract for the exempt purpose. To establish substantial progress and active pursuit under this subdivision, the owner must prove the existence of factors such as the following:

(A) Organization of and activity by a building committee or other oversight group.

(B) Completion and filing of building plans with the appropriate local government authority.

(C) Cash reserves dedicated to the project of a sufficient amount to lead a reasonable individual to believe the actual construction can and will begin within four (4) years.

(D) The breaking of ground and the beginning of actual construction.

(E) Any other factor that would lead a reasonable individual to believe that construction of the building is an active plan and that the building is capable of being completed within eight (8) years considering the circumstances of the owner.

If the owner of the property sells, leases, or otherwise transfers a tract of land that is exempt under this subsection, the owner is liable for the property taxes that were not imposed upon the tract of land during the period beginning January 1 of the fourth year following the purchase of the property and ending on December 31 of the year of the sale, lease, or transfer. The county auditor of the county in which the tract of land is located may establish an installment plan for the repayment of taxes due under this subsection. The plan established by the county auditor may allow the repayment of the taxes over a period of years equal to the number of years for which property taxes must be repaid under this subsection.

(e) Personal property is exempt from property taxation if it is owned and used in such a manner that it would be exempt under subsection (a) or (b) if it were a building.

(f) A hospital's property that is exempt from property taxation under subsection (a), (b), or (e) shall remain exempt from property taxation even if the property is used in part to furnish goods or services to another hospital whose property qualifies for exemption under this section.

(g) Property owned by a shared hospital services organization that is exempt from federal income taxation under Section 501(c)(3) or 501(e) of the Internal Revenue Code is exempt from property taxation if it is owned, occupied, and used exclusively to furnish goods or services to a hospital whose property is exempt from property taxation under subsection (a), (b), or (e).

(h) This section does not exempt from property tax an office or a practice of a physician or group of physicians that is owned by a hospital licensed under IC 16-21-2 or other property that is not substantially related to or supportive of the inpatient facility of the hospital unless the office, practice, or other property:

(1) provides or supports the provision of charity care (as defined in IC 16-18-2-52.5), including providing funds or other financial support for health care services for individuals who are indigent (as defined in IC 16-18-2-52.5(b) and IC 16-18-2-52.5(c)); or

(2) provides or supports the provision of community benefits (as defined in IC 16-21-9-1), including research, education, or government sponsored indigent health care (as defined in IC 16-21-9-2).

However, participation in the Medicaid or Medicare program alone does not entitle an office, practice, or other property described in this subsection to an exemption under this section.

(i) ~~The exemption provided in this subsection applies only for an assessment date occurring before January 2, 2017.~~ A tract of land or a tract of land plus all or part of a structure on the land is exempt from property taxation if:

(1) the tract is acquired for the purpose of erecting, renovating, or improving a single family residential structure that is to be given away or sold:

(A) in a charitable manner;

(B) by a nonprofit organization; and

(C) to low income individuals who will:

(i) use the land as a family residence; and

(ii) not have an exemption for the land under this section;

(2) the tract does not exceed three (3) acres; and

(3) the tract of land or the tract of land plus all or part of a structure on the land is not used for profit while exempt under this section.

~~This subsection expires January 1, 2028.~~

(j) An exemption under subsection (i) terminates

~~(1)~~ when the property is conveyed by the nonprofit organization to another owner. ~~or~~

~~(2) January 2, 2017;~~

~~whichever occurs first. This subsection expires January 1, 2028.~~

(k) When property that is exempt in any year under subsection (i) is conveyed to another owner, the nonprofit organization receiving the exemption must file a certified statement with the auditor of the county, notifying the auditor of the change not later than sixty (60) days after the date of the conveyance. The county auditor shall immediately forward a copy of the certified statement to the county assessor. A nonprofit organization that fails to file the statement required by this subsection is liable for the amount of property taxes due on the property conveyed if it were not for the exemption allowed under this chapter.

(l) If property is granted an exemption in any year under subsection (i) and the owner:

(1) fails to transfer the tangible property within eight (8) years after the assessment date for which the exemption is initially granted; or

(2) transfers the tangible property to a person who:

(A) is not a low income individual; or

(B) does not use the transferred property as a residence for at least one (1) year after the property is transferred;

the person receiving the exemption shall notify the county recorder and the county auditor of the county in which the property is located not later than sixty (60) days after the event described in subdivision (1) or (2) occurs. The county auditor shall immediately inform the county assessor of a notification received under this subsection. ~~This subsection expires January 1, 2028.~~

(m) If subsection (l)(1) or (l)(2) applies, the owner shall pay, not later than the date that the next installment of property taxes is due, an amount equal to the sum of the following:

(1) The total property taxes that, if it were not for the exemption under subsection (i), would have been levied on the property in each year in which an exemption was allowed.

(2) Interest on the property taxes at the rate of ten percent (10%) per year.

~~This subsection expires January 1, 2028.~~

(n) The liability imposed by subsection (m) is a lien upon the property receiving the exemption under subsection (i). An amount collected under subsection (m) shall be collected as an excess levy. If the amount is not paid, it shall be collected in the same manner that delinquent taxes on real property are collected. ~~This subsection expires January 1, 2028.~~

(o) Property referred to in this section shall be assessed to the extent required under IC 6-1.1-11-9.

(p) A for-profit provider of early childhood education services to children who are at least four (4) but less than six (6) years of age on the annual assessment date may receive the exemption provided by this section for property used for educational purposes only if all the requirements of section 46 of this chapter are satisfied. A for-profit provider of early childhood education services that provides the services only to children younger than four (4) years of age may not receive the exemption provided by this section for property used for educational purposes.

SECTION 2. IC 6-3.1-9-1, AS AMENDED BY P.L.166-2014, SECTION 11, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2020]: Sec. 1. **(a) The definitions set forth in this section apply throughout this chapter.**

(b) "Affordable housing organization" means an organization that:

(1) has received an allocation of tax credits under this chapter for at least one (1) of the immediately preceding three (3) state fiscal years; or

(2) both:

(A) has a demonstrated fundraising capacity shown through a diversity of funding sources and letters of interest from potential investors; and

(B) has staff with fundraising experience, particularly with programs that qualify for the tax credit provided by this chapter, and letters of interest from potential investors.

(c) "Area median income" means household income that is adjusted for family size and is determined in accordance with guidelines or other standards promulgated by the United States Department of Housing and Urban Development.

~~(a)~~ **(d)** ~~As used in this chapter,~~ "Authority" ~~means~~ **refers to** the Indiana housing and community development authority established by IC 5-20-1-3.

~~(b)~~ **(e)** ~~As used in this chapter,~~ "Business firm" means any business entity authorized to do business in the state of Indiana that has state tax liability.

~~(c)~~ **(f)** ~~As used in this chapter,~~ "Community services" means any type of:

(1) counseling and advice;
(2) emergency assistance;
(3) medical care;
(4) recreational facilities;
(5) housing facilities; or
(6) economic development assistance;

provided to individuals, economically disadvantaged households, groups, or neighborhood organizations in an economically disadvantaged area or provided to individuals who are ex-offenders who have completed the individuals' criminal sentences or are serving a term of probation or parole.

~~(d)~~ **(g)** ~~As used in this chapter,~~ "Crime prevention" means any activity which aids in the reduction of crime in an economically disadvantaged area or an economically disadvantaged household.

~~(e)~~ **(h)** ~~As used in this chapter,~~ "Economically disadvantaged area" means an enterprise zone, or any other federally or locally designated economically disadvantaged area in Indiana. The certification shall be made on the basis of current indices of social and economic conditions, which ~~shall include but not be limited to~~ **include** the median per capita income of the area in relation to the median per capita income of the state or standard metropolitan statistical area in which the area is located.

~~(f)~~ **(i)** ~~As used in this chapter,~~ "Economically disadvantaged household" means a household with an annual income that is at or below eighty percent (80%) of the area median income or any other federally designated target population.

~~(g)~~ **(j)** ~~As used in this chapter,~~ "Education" means any type of scholastic instruction or scholarship assistance to an individual who:

(1) resides in an economically disadvantaged area; or
(2) is an ex-offender who has completed the individual's criminal sentence or is serving a term of probation or parole;

that enables the individual to prepare for better life opportunities.

(k) "Eligible project" means the development of new residential housing for home ownership consisting of one (1) or more residential units that:

(1) are constructed for sale to a buyer whose median income is less than or equal to one hundred twenty percent (120%) of the area median income; and
(2) are to be preserved as affordable housing for a minimum of fifteen (15) years by means of deed restriction.

~~(h)~~ **(l)** ~~As used in this chapter,~~ "Enterprise zone" means an enterprise zone created under IC 5-28-15.

~~(i)~~ **(m)** ~~As used in this chapter,~~ "Job training" means any type of instruction to an individual who:

(1) resides in:

(A) an economically disadvantaged area; or

(B) an economically disadvantaged household; or

(2) is an ex-offender who has completed the individual's criminal sentence or is serving a term of probation or parole;

that enables the individual to acquire vocational skills so that the individual can become employable or be able to seek a higher grade of employment.

~~(j)~~ **(n)** ~~As used in this chapter,~~ "Neighborhood assistance" means either:

(1) furnishing financial assistance, labor, material, and technical advice to aid in the physical or economic improvement of any part or all of an economically disadvantaged area; or

(2) furnishing technical advice to promote higher employment in any neighborhood in Indiana.

~~(k)~~ **(o)** ~~As used in this chapter,~~ "Neighborhood organization" means any organization, including ~~but not limited to~~ a nonprofit development corporation doing both of the following:

(1) Performing community services:

(A) in an economically disadvantaged area;

(B) for an economically disadvantaged household; or

(C) for individuals who are ex-offenders who have completed the individuals' criminal sentences or are serving a term of probation or parole.

(2) Holding a ruling:

(A) from the Internal Revenue Service of the United States Department of the Treasury that the organization is exempt from income taxation under the provisions of the Internal Revenue Code; and

(B) from the department of state revenue that the organization is exempt from income taxation under IC 6-2.5-5-21.

~~(l)~~ **(p)** ~~As used in this chapter,~~ "Person" means any individual subject to Indiana gross or adjusted gross income tax.

(q) "Qualified developer" means a nonprofit community based home ownership development organization that:

(1) is exempt from federal taxation under Section 501(c)(3) of the Internal Revenue Code;

(2) is in good standing in Indiana;

(3) has a history of at least three (3) years of developing

housing that is sold to persons in households having an income that is less than or equal to one hundred twenty percent (120%) of the area median income;
(4) has sold at least one (1) single family residential home during the most recent three (3) year period; and
(5) is governed by bylaws that declare the development of affordable housing to be one (1) of organization's purposes.

~~(m)~~ **(r)** ~~As used in this chapter,~~ "State fiscal year" means a twelve (12) month period beginning on July 1 and ending on June 30.

~~(n)~~ **(s)** ~~As used in this chapter,~~ "State tax liability" means the taxpayer's total tax liability that is incurred under:
(1) IC 6-3-1 through IC 6-3-7 (the adjusted gross income tax); and
(2) IC 6-5.5 (the financial institutions tax);
as computed after the application of the credits that, under IC 6-3.1-1-2, are to be applied before the credit provided by this chapter.

~~(o)~~ **(t)** ~~As used in this chapter,~~ "Tax credit" means a deduction from any tax otherwise due and payable under IC 6-3 or IC 6-5.5.

SECTION 3. IC 6-3.1-9-2, AS AMENDED BY P.L.166-2014, SECTION 12, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2020]: Sec. 2. (a) **Each taxable year,** a business firm or a person who contributes **during the taxable year** to a neighborhood organization that engages in the activities of providing:
(1) neighborhood assistance, job training, or education for individuals not employed by the business firm or person;
(2) community services or crime prevention in an economically disadvantaged area; or
(3) community services, education, or job training services to individuals who are ex-offenders who have completed the individuals' criminal sentences or are serving a term of probation or parole;
~~shall receive~~ **is entitled to** a tax credit ~~as provided in~~ **for the taxable year in an amount determined under** section 3 of this chapter if the authority approves the proposal of the business firm or person, setting forth the program to be conducted, the area selected, the estimated amount to be invested in the program, and the plans for implementing the program.

(b) Each taxable year, a business firm or a person who contributes during the taxable year to a qualified developer for an eligible project is entitled to a tax credit for the taxable year in an amount determined under section 3 of this chapter if the authority approves the proposal which sets forth the eligible project of the

business firm or person, the estimated amount to be invested in the eligible project, and the plans for completing the eligible project.

(c) Each taxable year, a business firm or a person who contributes during the taxable year to an affordable housing organization that engages in the activities of:

(1) physical development, including affordable housing development and preservation;

(2) providing resources for housing repair, blight elimination, direct financial assistance related to specific short term housing programs, including rental assistance bridge programs; or

(3) asset development related to housing stability of low income persons, including home ownership assistance, financial education, foreclosure prevention, individual development accounts, and savings programs;

is entitled to a tax credit for the taxable year in an amount determined under section 3 of this chapter if the authority approves the proposal of the business firm or person, setting forth the program to be conducted, the estimated amount to be invested in the program, and the plans for implementing the program.

~~(b)~~ **(d)** The authority, after consultation with the community services agency and the commissioner of revenue, may adopt rules for the approval or disapproval of these proposals.

SECTION 4. IC 6-3.1-9-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2020]: Sec. 3. **(a) If a taxpayer is entitled to claim the tax credit provided by this chapter for a taxable year, the amount of the tax credit is equal to the sum of:**

(1) the amount determined under subsection (b) for the taxable year;

(2) the amount determined under subsection (c) for the taxable year; and

(3) the amount determined under subsection (d) for the taxable year.

~~(a)~~ **(b)** ~~Subject to the limitations provided in subsection (b) and sections 4, 5, and 6 of this chapter, the department shall grant a tax credit against any state tax liability due~~ **Subject to section 5(a) of this chapter, the part of the tax credit determined under this subsection for a taxable year is** equal to **the lesser of:**

(1) fifty percent (50%) of the amount invested by ~~a business firm or person~~ **the taxpayer** in a program the proposal for which was approved under section ~~2~~ **2(a)** of this chapter; **or**

(2) twenty-five thousand dollars ($25,000).

(c) Subject to section 5(b) of this chapter, the part of the tax credit determined under this subsection for a taxable year is equal to:

(1) fifty percent (50%) of the amount invested by the taxpayer in a program the proposal for which was approved under section 2(b) of this chapter; or

(2) twenty-five thousand dollars ($25,000).

(d) Subject to section 5(c) of this chapter, the part of the tax credit determined under this subsection for a taxable year is equal to:

(1) fifty percent (50%) of the amount invested by the taxpayer in a program the proposal for which was approved under section 2(c) of this chapter; or

(2) twenty-five thousand dollars ($25,000).

~~(b)~~ **(e)** The credit provided by this chapter shall only be applied against any state tax liability owed by the taxpayer after the application of any credits, which under IC 6-3.1-1-2 must be applied before the credit provided by this chapter. ~~In addition, the tax credit which a taxpayer receives under this chapter may not exceed twenty-five thousand dollars ($25,000) for any taxable year of the taxpayer.~~

~~(c) If a business firm that is:~~

~~(1) exempt from adjusted gross income tax (IC 6-3-1 through IC 6-3-7) under IC 6-3-2-2.8(2); or~~

~~(2) a partnership;~~

~~does not have any tax liability against which the credit provided by this section may be applied, a shareholder or a partner of the business firm is entitled to a credit against the shareholder's or the partner's liability under the adjusted gross income tax.~~

~~(d) The amount of the credit provided by this section is equal to:~~

~~(1) the tax credit determined for the business firm for the taxable year under subsection (a); multiplied by~~

~~(2) the percentage of the business firm's distributive income to which the shareholder or the partner is entitled.~~

~~The credit provided by this section is in addition to any credit to which a shareholder or partner is otherwise entitled under this chapter. However, a business firm and a shareholder or partner of that business firm may not claim a credit under this chapter for the same investment.~~

SECTION 5. IC 6-3.1-9-3.4 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2020]: **Sec. 3.4. (a) If a business firm that is:**

(1) exempt from adjusted gross income tax (IC 6-3-1 through

IC 6-3-7) under IC 6-3-2-2.8(2); or
(2) a partnership;
does not have any tax liability against which the credit provided by this chapter may be applied, a shareholder or a partner of the business firm is entitled to a credit against the shareholder's or the partner's liability under the adjusted gross income tax.

(b) The amount of the credit provided by this section is equal to:
(1) the tax credit determined for the business firm for the taxable year under subsection (a); multiplied by
(2) the percentage of the business firm's distributive income to which the shareholder or the partner is entitled.
The credit provided by this section is in addition to any credit to which a shareholder or partner is otherwise entitled under this chapter. However, a business firm and a shareholder or partner of that business firm may not claim a credit under this chapter for the same investment.

SECTION 6. IC 6-3.1-9-4, AS AMENDED BY P.L.1-2007, SECTION 56, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2020]: Sec. 4. (a) Any business firm or person which desires to claim a tax credit as provided in this chapter shall file with the department, in the form that the department may prescribe, an application stating the amount of the contribution or investment which it proposes to make which would qualify for a tax credit, and the amount sought to be claimed as a credit. The application ~~shall~~ **must** include a certificate evidencing approval of the contribution or program by the authority.

(b) The authority shall give priority in issuing certificates to applicants whose contributions or programs directly benefit enterprise zones.

(c) The department shall promptly notify an applicant whether, or the extent to which, the tax credit is allowable in the state fiscal year in which the application is filed, as provided in section 5 of this chapter. If the credit is allowable in that state fiscal year, the applicant shall within thirty (30) days after receipt of the notice file with the department of state revenue a statement, in the form and accompanied by the proof of payment as the department may prescribe, setting forth that the amount to be claimed as a credit under this chapter has been paid to an organization for an approved program or purpose, or permanently set aside in a special account to be used solely for an approved program or purpose.

(d) The department may disallow any credit claimed under this chapter for which the statement or proof of payment is not filed within the thirty (30) day period.

SECTION 7. IC 6-3.1-9-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2020]: Sec. 5. (a) The **aggregate** amount of tax credits allowed ~~under~~ **for applications submitted for the credit provided by section 2(a) of** this chapter may not exceed two million five hundred thousand dollars ($2,500,000) ~~in the~~ **each** state fiscal year. ~~beginning July 1, 1997, and ending June 30, 1998, and each state fiscal year thereafter.~~

(b) The aggregate amount of tax credits allowed for applications submitted for the credit provided by section 2(b) of this chapter may not exceed one million dollars ($1,000,000) each state fiscal year.

(c) The aggregate amount of tax credits allowed for applications submitted for the credit provided by section 2(c) of this chapter may not exceed one million dollars ($1,000,000) each state fiscal year.

~~(b)~~ **(d)** The department shall record the time of filing of each application for allowance of a credit required under section 4 of this chapter and shall approve the applications, if they otherwise qualify for a tax credit under this chapter, in the chronological order in which the applications are filed in the state fiscal year.

~~(c)~~ **(e)** When the total credits approved under this section equal the maximum amount allowable in any state fiscal year, **as applicable,** no application thereafter filed for that same fiscal year shall be approved. However, if any applicant for whom a credit has been approved fails to file the statement of proof of payment required under section 4 of this chapter, an amount equal to the credit previously allowed or set aside for the applicant may be allowed to any subsequent applicant in the year. In addition, the department may, if the applicant so requests, approve a credit application, in whole or in part, with respect to the next succeeding state fiscal year.

SECTION 8. IC 6-3.1-9-7 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2020]: **Sec. 7. For any state fiscal year, if an organization submits multiple applications in any combination for allocations of tax credits:**

(1) as a neighborhood organization for contributions under section 2(a) of this chapter;

(2) as a qualified developer for contributions under section 2(b) of this chapter; or

(3) as an affordable housing organization for contributions under section 2(c) of this chapter;

the authority shall consider each application independently. The authority may make allocations of tax credits for all, some, or none of the organization's applications.

SECTION 9. IC 6-3.1-9-8 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2020]: **Sec. 8. (a) This section applies to the allocation of tax credits by the authority to affordable housing organizations for use in soliciting contributions under section 2(c) of this chapter.**

(b) Affordable housing organizations are to compete for allocations of tax credits within this category, regardless of an affordable housing organization's budget or size.

(c) The authority may not allocate more than two hundred thousand dollars ($200,000) of tax credits to a single affordable housing organization in a state fiscal year.

(d) The total amount of tax credits allocated in a state fiscal year for housing that qualifies for federal credits under Section 42 of the Internal Revenue Code may not exceed thirty percent (30%) of the total amount of tax credits allocated for the state fiscal year.

(e) The authority may make an allocation of tax credits to an affordable housing organization only for proposed programs or projects that will benefit economically disadvantaged areas or households.

(f) An application submitted to the authority by an affordable housing organization must include the following:

(1) A description of the proposed programs or projects that the affordable housing organization intends to fund with the contributions that qualify for the tax credits allocated to the affordable housing organization, including:

(A) the affordable housing organization's goals for the proposed programs or projects; and

(B) a description of how the proposed programs or projects are expected to fill unmet community affordable housing needs.

(2) A description of any leveraged resources that the affordable housing organization intends to obtain to support the proposed programs or projects.

(3) A budget for the affordable housing organization's proposed programs or projects.

(4) A description of the manner in which the affordable housing organization's proposed programs are intended to benefit economically distressed areas or households.

(5) Letters of support for the affordable housing

organization's proposed programs or projects.

(g) The authority shall review applications and make scoring decisions with recommendations from an advisory committee.

(h) The authority, in consultation with the advisory committee, may evaluate the submitted applications to determine the advisability of designating a percentage of the aggregate allocation of tax credits for the solicitation of contributions for gap financing on certain affordable housing programs for nonprofit entities in order to obtain matching funds from existing programs.

SECTION 10. [EFFECTIVE JULY 1, 2019] **(a) IC 6-1.1-10-16, as amended by this act, applies only to assessment dates occurring after December 31, 2019.**

(b) This SECTION expires July 1, 2021.

SECTION 11. [EFFECTIVE JANUARY 1, 2020] **(a) The following, as amended by this act, apply only to taxable years beginning after December 31, 2019:**

(1) IC 6-3.1-9-1.
(2) IC 6-3.1-9-2.
(3) IC 6-3.1-9-3.
(4) IC 6-3.1-9-4.
(5) IC 6-3.1-9-5.

(b) IC 6-3.1-9-3.4, IC 6-3.1-9-7, and IC 6-3.1-9-8, as added by this act, apply only to taxable years beginning after December 31, 2019.

(c) This SECTION expires July 1, 2021.