

SENATE BILL No. 198

DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-3-2-6.

Synopsis: Renter's deduction. Increases the maximum renter's deduction for income tax purposes from \$3,000 to \$6,000 per taxable year.

Effective: January 1, 2025.

Taylor G

January 9, 2024, read first time and referred to Committee on Tax and Fiscal Policy.



Second Regular Session of the 123rd General Assembly (2024)

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 2023 Regular Session of the General Assembly.

SENATE BILL No. 198



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 6-3-2-6, AS AMENDED BY P.L.146-2020,
- 2 SECTION 23, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 3 JANUARY 1, 2025]: Sec. 6. (a) Each taxable year, an individual who
- 4 rents a dwelling for use as the individual's principal place of residence
- 5 may deduct from the individual's adjusted gross income (as defined in
- 6 IC 6-3-1-3.5(a)), the lesser of:
- 7 (1) the amount of rent paid by the individual with respect to the
- 8 dwelling during the taxable year; or
- 9 (2) ~~three six~~ thousand dollars ~~(\$3,000)~~; **(\$6,000)**.
- 10 (b) Notwithstanding subsection (a):
- 11 (1) a married couple filing a joint return for a particular taxable
- 12 year may not claim a deduction under this section of more than
- 13 ~~three six~~ thousand dollars ~~(\$3,000)~~; **(\$6,000)**; and
- 14 (2) a married individual filing a separate return for a particular
- 15 taxable year may not claim a deduction under this section of more
- 16 than ~~one three~~ thousand ~~five hundred~~ dollars ~~(\$1,500)~~; **(\$3,000)**.
- 17 (c) The deduction provided by this section does not apply to an



1 individual who rents a dwelling that is exempt from Indiana property
2 tax.

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

