

ORDINANCE #2023-8
ORDINANCE MODIFYING LOCAL INCOME TAX RATES
MORGAN COUNTY

BE IT ORDAINED by the County Council of Morgan County that a need now exists to modify the local income tax rates imposed in the following way:

Allocation Rate Category	Existing LIT Rate	Proposed LIT Rate
Certified Shares (Ind. Code § 6-3.6-6)	1.268%	1.218%
Public Safety (Ind. Code § 6-3.6-6)	0.250%	0.300%
Economic Development (Ind. Code § 6-3.6-6)	0.200%	0.200%
Property Tax Relief Rate ¹ (Ind. Code § 6-3.6-5)	1.002%	1.002%
Special Purpose Rate ² (Ind. Code § 6-3.6-7-)	0.000%	0.000%
Correctional or Rehabilitation Facilities ³ (Ind. Code § 6-3.6-6-2.7)	0.000%	0.000%

RECOMMENDED: APPLICATION OF PROPERTY TAX RELIEF BETWEEN ALLOCATION CATEGORIES

Property Tax Credit Allocation Categories (Ind. Code § 6-3.6-5-6)	Existing Percent of Revenue	Proposed Percent of Revenue⁴
All Property Tax Allocation Categories	94.8104%	95.000%
1% Allocation Type: Homesteads eligible for a credit under Ind. Code § 6-1.1-20.6-7.5.	5.1896%	5.000%
2% Allocation Type Residential property, agricultural land, long-term care property, and other tangible property eligible for a credit under Ind. Code § 6-1.1-20.6-7.5.	0.000%	0.000%
3% Allocation Type Nonresidential real property, personal property, and other tangible property eligible for a credit under Ind. Code § 6-1.1-20.6-7.5.	0.000%	0.000%
Residential property, as defined in Ind. Code § 6-1.1-20.6-4.	0.000%	0.000%

The public safety allocation identified above includes revenue associated with an expenditure rate that was previously authorized for the purposes of funding the county's public safety access point ("PSAP"). The revenue associated with this rate shall be directed to the PSAP prior to the distribution of the remainder of the public safety revenue.

Allocation Rate Category	Existing LIT Rate	Proposed LIT Rate
Public Safety (Ind. Code § 6-3.6-6)	0.250%	0.300%

Local Income Tax Type	Existing PSAP Rate	Proposed PSAP Rate
Public Safety Access Point Rate	0.000%	0.050%

The expenditure rate includes a rate associated with a levy freeze rate previously imposed under the former local option income tax statutes.

Allocation Rate Category	Existing LIT Rate	Proposed LIT Rate
Certified Shares (Ind. Code § 6-3.6-6)	1.268%	1.218%

The levy freeze rate after adoption will be as follows:

Local Income Tax Type	Existing Rate	Proposed Rate
Levy Freeze Rate	0.268%	0.218%

BE IT FURTHER ORDAINED that a public hearing was held on the proposed local income tax rate modifications on March 7, 2022. Proper notice of the public hearing was provided pursuant to Ind. Code § 5-3-1.

Duly adopted by the following vote of the members of said Morgan County Council this 7th day of March, 2022.

AYE

NAY

Kim Mericle
Vickie Kivett
J. A. —
Kelly M. Alcalá
Jan Mayh
Mplusa Greene
W. A. K.

Attest: Don Best, Fiscal Officer