

**RESOLUTION NO. 202202**

**RESOLUTION OPPOSING LEGISLATION REGARDING THE BUSINESS  
PERSONAL PROPERTY TAX**

**WHEREAS**, the Indiana legislature proposed changes to the depreciation floor and other aspects of Indiana's business personal property tax as a priority in their 2022 legislative agenda; and,

**WHEREAS**, The Town of Spencer opposes all legislation that contemplates eliminating any portion of the personal property tax without permanent FULL replacement guaranteed by the state; and,

**WHEREAS**, any contemplated revenue replacement must be a source of revenue that continues to grow over time just as a property tax base would in order to allow growing communities to meet the demand for services; and,

**WHEREAS**, a permanent state tax credit applied to ALL proposed business personal property tax reductions, holidays, phase-outs, etc., could eliminate unnecessary burden on local government in order to continue building health Indiana communities; and,

**WHEREAS**, the personal property tax is a relied upon method for funding local government; and

**WHEREAS**, for taxing units not at the caps, a reduction in the tax base could result in property owners paying more in residential property taxes. For those communities at the caps, any phase out of the business personal property tax means a loss in revenue for local units of government; and

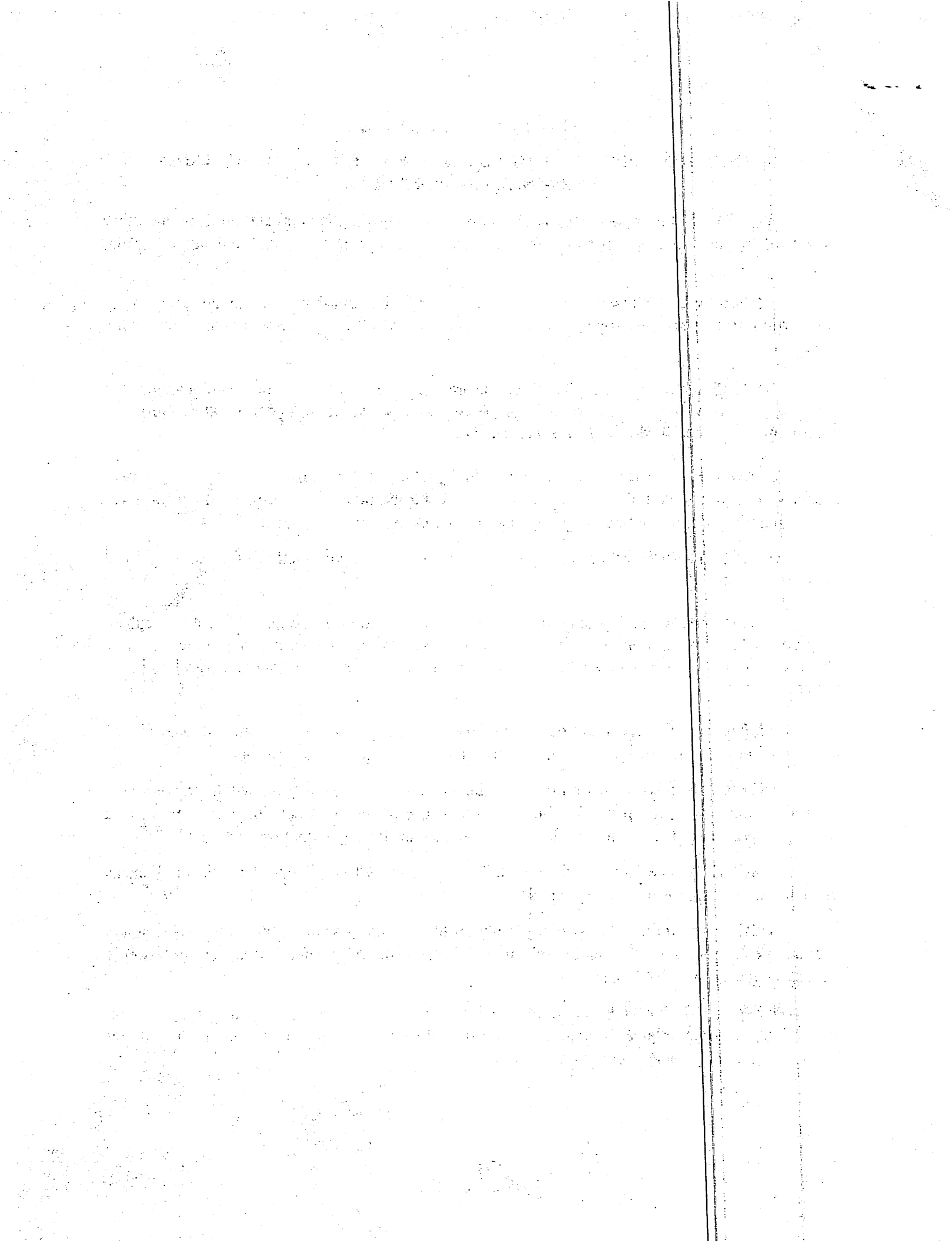
**WHEREAS**, The Town of Spencer, in Owen County would lose an estimated \$826,151.73 in personal property tax revenues, which is attributable multiple taxing units; and,

**WHEREAS**, significantly reducing the business personal property tax will have a dramatic impact on the Town of Spencer's ability to repay tax increment financing bonds because a significant portion of the revenue backing the bonds comes from personal property; and

**WHEREAS**, The Tax Foundation 2022 State Business Tax Climate Index lists Indiana as number one ranking for property tax; and,

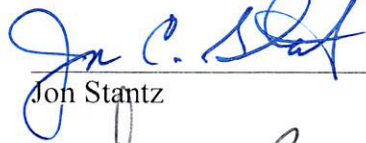
**WHEREAS**, Indiana consistently ranks in the top states with an attractive business tax climate, yet a community's quality of life is an increasingly greater influencer of business relocation and growth decisions:

**NOW, THEREFORE**, be it resolved by the Town of Spencer that we oppose all legislation that contemplates eliminating any portion of the business personal property tax without full and permanent replacement guaranteed by the state.



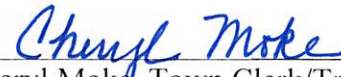
Upon motion duly made, seconded, and unanimously approved, the Board did pass and adopt this Resolution on the 7th day of February, 2022.

**SPENCER TOWN BOARD:**

  
\_\_\_\_\_  
Jon Stantz

  
\_\_\_\_\_  
Dean Bruce

  
\_\_\_\_\_  
Michael Spinks

Attest:   
\_\_\_\_\_  
Cheryl Moke, Town Clerk/Treasurer

