

INDIANA SALES DISCLOSURE FORM INSTRUCTIONS

TABLE 2 – Other Deductions NOT covered under the Sales Disclosure Form

Other Deductions NOT covered under the Sales Disclosure Form Listed below are additional deductions and credits that are available to lower property taxes in Indiana that can not be applied for with the Sales Disclosure Form. Taxpayers may claim these benefits by filing an application with the auditor in the county where the property is situated. The previous tax bill will facilitate filing, but it is not required. Individuals that purchase property, or record a transfer or mortgage document after March 1 may file for the deductions at the earliest opportunity, but the deduction will not apply until the following March 1st assessment date. The deduction will appear on the tax bill the year following the assessment date. For additional information on these and other benefits, please consult Indiana Code 6-1.1-12 and 6-1.1-20.9.

DEDUCTION (Indiana Code)	MAXIMUM AMOUNT ***	ELIGIBILITY REQUIREMENTS	APPLICATION FORM AND VERIFICATION (PROOF) REQUIRED	RESTRICTIONS WHEN COMBINING WITH OTHER DEDUCTIONS***
Homestead Credit (6-1.1-20.9) *	(See Homestead Credit above.)	Sales Disclosure Form is an application for the first year, but NOT subsequent years for mobile or manufactured home not assessed as real property.	State Form 5473 (after first year)	None
Mortgage(6-1.1-12-1)	The lesser of the balance of the mortgage or contract of indebtedness on the assessment date of that year or one-half the assessed value of the real property, mobile or manufactured home or \$3,000 whichever is less.	<ol style="list-style-type: none"> 1) must be resident of Indiana; 2) on the date the statement is filed, owns or is contract purchasing real property, mobile or manufactured home not assessed as real property ; 3) property located in Indiana; 4) owes a debt secured by a mortgage or recorded contract on the real property or mobile or manufactured home not assessed as real property, which provides that the contract buyer is to pay the property taxes; 5) for real property, file during the year for which the deduction is sought and for mobile or manufactured homes not assessed as real property, file during the twelve months before March 31 of the year for which the deduction is sought, if mailed the mailing must be postmarked on or before the last day for filing; 6) contract buyer must submit copy of memorandum of the recorded contract, containing a legal description with the first statement filed under this deduction. 	State Form # 43709 A new application must be filed whenever a loan on real estate is refinanced.	None
Over 65 (6-1.1-12-9)	\$12,480	<ol style="list-style-type: none"> 1) on the date of filing, the person owns or is buying the real property, mobile or manufactured home which is not assessed as real property under a contract that provides buyer to pay taxes ; 2) individual is at least 65 by December 31st of the year preceding the application year; 3) combined adjusted gross income not exceeding \$25,000; 4) the individual has owned the real property, mobile home, or manufactured home for at least one (1) year before claiming the deduction. 5) assessed property value not exceeding \$182,430; 6) Surviving, un-remarried spouse at least 60 years of age if deceased was 65 at the time of death. 7) the individual receives no other property tax deduction for the year in which the deduction is claimed, except the deductions provided by sections IC 6-1.1-12-1, IC 6-1.1-12-37, and IC 6-1.1-12-38; and 8) the person: <ol style="list-style-type: none"> 1) owns the real property, mobile home, or manufactured home; or 2) is buying the real property, mobile home, or manufactured home under contract; on the date the application for the deduction is filed. 	State Form 43708 Internal Revenue Service Form 1040 for the previous calendar year. This requirement includes submitting the 1040 for the applicant and all co-owners.	PARTIALLY - May not claim any deductions other than the Mortgage and the Homestead Deductions.

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Over 65 Circuit Breaker Credit (6-1.1-20.6-8.5)	Tax liability minus the tax for preceding year multiplied by 1.02.	1) qualified for standard deduction in preceding calendar year and qualifies in current year; 2) for single individual, adjusted gross income cannot exceed \$30,000, for married couple adjusted gross income cannot exceed \$40,000; 3) homestead qualifies as a "qualified homestead property" for the calendar year and filing requirements are met. ("qualified homestead" means the individual owns or is purchasing the homestead on contract or has beneficial interest, is or will be at least 65 on or before December 31 of the calendar year immediately preceding the calendar year in which the taxes are due, and the gross adjusted value of the homestead on the assessment date is less than \$160,000.) 4) with respect to real property, file during the year for which credit is sought; 5) with respect to mobile or manufactured home not assessed as real property, file during the twelve months before March 31 of the year for which credit is sought; 6) file in same manner as for 6-1.1-12-9 (over 65 deduction); 7) applies to taxes due and payable after December 31, 2008.	State Form 43708 Internal Revenue Service form 1040 for the previous calendar year for applicant and co-owner.	None
Blind (6-1.1-12-11;12)	\$12,480	1) individual is blind as defined in IC 12-7-2-21(1); 2) the real property, mobile or manufactured home is principally used and occupied by the individual as the individual's residence; 3) as of the date the statement is filed, individual owns real estate or mobile or manufactured home not assessed as real property or is buying under a recorded contract provides buyer is to pay taxes; 4) taxable gross income does not exceed \$17,000; and 5) with respect to real property, file during the year for which the individual seeks deduction and with respect to mobile or manufactured home, file during the 12 months before March 31 of the year for which deduction is sought.	State Form 43710 Proof of Blindness	PARTIALLY - These deductions may be claimed with all other deductions EXCEPT the Over 65 Deduction.
Disabled (6-1.1-12-11)	\$12,480	1) individual is disabled meaning a person unable to engage in any substantial gainful activity by reason of a medically determinable physical or mental impairment which can be expected to result in death or has lasted or can be expected to last for a continuous period of not less than 12 months; 2) the real property, mobile or manufactured home is principally used and occupied by the individual as the individual's residence; 3) as of the date the statement is filed, individual owns real estate or mobile or manufactured home not assessed as real property or is buying under a recorded contract that provides buyer is to pay taxes; 4) taxable gross income not exceeding \$17,000; and 5) with respect to real property, file during the year for which the individual seeks deduction and with respect to mobile or manufactured home, file during the 12 months before March 31 of the year for which deduction is sought.	State Form 43710 Proof of Disability: proof that applicant is eligible to receive disability benefits under the federal Social Security Act constitutes proof for purposes of this section, however, an individual with a disability not so covered must be examined by a physician under the same standards as used by Social Security Administration.	PARTIALLY - These deductions may be claimed with all other deductions EXCEPT the Over 65 Deduction.

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Disabled Veteran (6-1.1-12-14;15)	\$12,480**	1) as of the date the statement is filed, owns real estate or mobile or manufactured home not assessed as real property or is buying under a contract that requires buyer to pay taxes; 2) served in U.S. military service for at least 90 days and honorably discharged; 3) either totally disabled or at least age 62 with at least 10% disability; 4) written evidence of the disability; and 5) assessed value of real and personal property combined is not greater than \$143,160; 6) with respect to real property, file during the year for which deduction is sought and with respect to mobile or manufactured home, file during the 12 months before March 31 of the year for which deduction is sought. 7) surviving spouse may apply;	State Form 12662 Either VA Form 20-5455 Code 1 In Item #15; Pension Certificate; Award of Compensation from VA or DOD; or Certificate of eligibility from IN Dept of VA.	PARTIALLY - These deductions may be claimed with all other deductions EXCEPT the Over 65 Deduction.
Veteran with Service Connected Disability (6-1.1-12-13;15)	\$24,960**	1) as of date the statement is filed, individual owns real estate or mobile or manufactured home not assessed as real property or is buying on recorded contract that requires buyer to pay tax; 2) honorable discharged after serving in U.S. military during a war; 3) service connected disability of at least 10% with written evidence of disability; 4) with respect to real property, file during the year for which the deduction is sought, and with respect to mobile or manufactured home, file during the 12 months before March 31 of the year for which deduction is sought. 5) surviving spouse may apply;	State Form 12662 Either VA Form 20-5455 Code 2 In Item #15; Pension Certificate; Award of Compensation from VA or DOD; or Certificate of eligibility from IN Dept of VA.	PARTIALLY - This deduction may be claimed with all other deductions EXCEPT Surviving Spouse of WW I Veteran Deduction.
Veteran World War I (6-1.1-12-17.4)	\$18,720**	1) as of date the statement is filed, resident of Indiana owns or is buying real estate or mobile or manufactured home not assessed as real property or is buying on recorded contract that requires buyer to pay tax, but may not be denied deduction if absent from principal place of residence while in nursing home or hospital; 2) veteran of World War I; 3) assessed value of the residence property does not exceed \$206,500; and 4) own the real estate for at least one year prior to claiming deduction.	State Form 12662 Letter from VA or Department of Defense; or Discharge Documents.	PARTIALLY - This deduction may be claimed with all other deductions EXCEPT the Over 65 Deduction.
Surviving Spouse of World War I Veteran (6-1.1-12-16;17(b))	\$18,720**	1) as of date the statement is filed, surviving spouse owns real estate or mobile or manufactured home not assessed as real property or is buying on recorded contract that requires buyer to pay tax; 2) spouse of deceased person who served in the U.S. military before November 12, 1918; 3) honorable discharge; and 4) not claiming the Deduction for Disabled Veterans or Surviving Spouses. 5) with respect to real property, file during the year for which the surviving spouse wishes to obtain the deduction and with respect to mobile or manufactured homes, file during the 12 months before March 31 of each year for which deduction is desired.	State Form 12662 Letter from VA or Department of Defense; or Discharge Documents.	PARTIALLY - This deduction may be claimed with all other deductions EXCEPT the Over 65 Deduction and Veteran with Service Connected Disability.

* The rate used is specific to the county. Depending on the county, you may also receive a County Homestead Credit on your residence. Please consult with your county auditor.

** Any unused portion after application to residence property applies next to personal property and lastly as Excise Tax Credit on either motor vehicle excise tax (IC 6-6-5-5) or aircraft license tax (IC 6-6-6.5)

*** The sum of the deductions provided to a mobile home or to a manufactured home that is not assessed as real property may not exceed one-half (1/2) of the assessed value of the mobile home or manufactured home. (IC 6-1.1-12-40.5)