



HBI—ACCELERATED

ACCELERATED TAX CREDIT PROGRAM

DESCRIPTION

The Hoosier Business Investment- Accelerated (HBI-Accelerated) tax credit provides an incentive to businesses to create capital investment and improve the standard of living for Indiana residents. This corporate income tax credit is calculated as a percentage of the eligible capital investment supporting the project.

If a tax credit awarded exceeds a taxpayer's state income tax liability for the taxable year, the IEDC may accelerate to that taxable year the excess amount of the tax credit that could otherwise be carried forward. The excess amount of the tax credit accelerated shall be discounted as determined by a written agreement between the taxpayer and the IEDC.

ELIGIBILITY

To be eligible for the tax credit:

- Project will result in increased earnings of the employees of the applicant at the project location
- Project is economically sound and will benefit the people of Indiana by increasing opportunities for employment and strengthening the economy of Indiana
- Receiving the tax credit is a major factor in the applicant's decision to go forward with the project
- Political subdivisions/municipalities affected by the project have offered significant incentives to the business

Eligible capital investment items include new machinery and building costs associated with the project as outlined by I.C. 6-3.1-26-8.

EVALUATION CRITERIA

Each project will be evaluated on its individual merits and with a cost-benefit analysis after it has met the basic requirements as follows:

- Business commits to new capital investment in Indiana of at least \$500,000,000 in total investment over a 5 year period
- Not more than \$170,000,000 of the total investment may be considered as qualified investment for purposes of the tax credit
- Enter into a written agreement with the IEDC before January 1, 2017
- Project supports the purpose of the tax credit, and meets all requirements as set forth in IC 6-3.1-26

REPORTING REQUIREMENTS

Upon execution of an HBI Accelerated tax credit contract with IEDC, the applicant is required to report for every calendar year during the term of the contract for a period of 10 years.

Information required:

- Summary statistics relating to capital investment that occurred in the applicable year
- Individual employee data to support contractual employment and wage thresholds
- Detailed line-item report of eligible investment costs by invoice for qualified investments