

Indiana Auditor of State LIT PTR Balancing

Janie Cope
Local Government Specialist

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Tera Klutz, CPA

County Auditor
Conference

About Me

- Kosciusko County Auditor's office 14 years
- Auditor of State's office 14 years
- No children but always have a dog in my life
- Latest trip was to Roatan, tropical island off the coast of Honduras
- Favorite Quote: "Man's greatest happiness is when he is tested beyond what he thinks is his breaking point, and does not fail."



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What we'll discuss today

- Types of LIT
- Distributions to Counties
- Property Tax Relief
- PTR and Abstract
- PTR and Settlement
- PTR Balancing



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Types of LIT

- Currently there are 6 different funding sources:
 - Certified Shares
 - Public Safety
 - Economic Development
 - Correctional Facility
 - Property Tax Relief
 - Special Purpose



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Distributions to Counties

- First of each month
 - Receipt LIT distribution to:
 - Certified Shares County Fund 7330-Distribute to applicable taxing units-County portion to General Fund 1000
 - Public Safety County Fund 7331-Distribute to applicable taxing units-County portion to LIT Public Safety-County Shared Fund 1170
 - LIT Correctional Facility County Fund 1233-LIT Correctional/Rehabilitation Facilities
 - Economic Development County Fund 7332-Distribute to applicable units-County Portion to LIT-Economic Development Fund 1112
 - Property Tax Relief County Fund 6203
 - Special Purpose County Fund 1114



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Distributions to Counties

- Supplemental LIT Distribution
 - IC 6-3.6-9-15
 - When the trust account balance exceeds 15% of a year's certified distributions, a supplemental distribution occurs
 - Based on trust account balance year
 - For CY 2019, the trust account balance year is 2017
 - Distribution reports can be found on the DLGF website under your county information



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Abstract and Property Tax Relief

- Used to reduce property tax bills for taxpayers
- PTR workbook used to calculate tax billing PTR credit rates the county will use in the calculation of the tax bills



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Settlement and Property Tax Relief

- County auditor provides a check to the treasurer for an amount up to $\frac{1}{2}$ of the PTR on the abstract
- County treasurer enters to cashbook, either by district or as a lump sum
- June settlement
 - if county auditor included refunds, there may be a difference in the amount of PTR to distribute
 - if county auditor is distributing more than the PTR provided to the county treasurer, county auditor will provide a check from the PTR Fund 6203 to the county treasurer for the additional PTR needed
 - if county auditor is distributing less than the PTR provided to the county treasurer, county auditor will quietus the difference to the PTR fund 6203
 - if county auditor does not include refunds, the PTR to included with settlement will be the amount provided to the county treasurer



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Settlement and Property Tax Relief

- December Settlement
 - Possible items that will affect PTR distribution amounts include
 - Additional charges to property tax bills, mobile homes, auditor assessments
 - Credits to tax bills
 - Refunds
 - County auditors will have a difference between the PTR to distribute and the amount provided to the treasurer
 - if county auditor is distributing more than the PTR provided to the county treasurer, county auditor will provide a check from PTR Fund 6203 to the county treasurer for the additional PTR needed
 - if county auditor is distributing less than the PTR provided to the county treasurer, county auditor will quietus the difference to the PTR fund 6203



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Property Tax Relief Balancing

- Receipt to county fund 6203
 - Monthly LIT distributions
 - Supplemental distributions
 - Settlement adjustments if needed
- Distributions from county fund 6203
 - Settlement-normally $\frac{1}{2}$ of county abstract LIT PTR columns
 - Settlement adjustments if needed



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Property Tax Relief Balancing

- Documents needed:
 - PTR balance per financials for the two prior years
 - When completing for 2019 will need 2017 and 2018 ending balances
 - Annual PTR distribution and Supplemental PTR per DLGF
 - Settlement forms 105 prior settlement both June and December



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Property Tax Relief Balancing

12/31/2017 Ending Balance	99,881.24
2018 Certified Distribution	5,144,848.00
Supplemental Distribution	47,249.34
PTR Available	5,291,978.58
Less: Spring Distribution (Per 105)	(2,191,706.79)
Less Fall Distribution (Per 105)	(3,055,854.29)
Anticipated Ending Balace	44,417.50
Fund Balance	44,417.50
Variance	0.00



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Property Tax Relief Balancing

- If you do not balance there are items you can review:
 - Check activity in the fund
 - Settlement adjustments
 - Monthly receipts
 - Unidentified receipts/disbursements



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Friendly Reminder

- When remitting funds to AOS please send supporting documentation
- For personnel and role changes contact Local Government



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Q&A

Bob Reynolds
breynolds@auditor.in.gov
317.232.3309

Janie Cope
jcope@auditor.in.gov
317-233-1712



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