



2024 Corporation and Partnership Administrative Highlights

Add-Backs and Modifications

- **Tax Add-Back**

The portion of wagering taxes required to be added back as a tax based on or measured by income is being phased out. The percentage of taxes required to be added back for 2024 is 25%

- **Net Operating Loss Modifications**

- New Schedule NOL-MOD and 400 series modification codes added for reporting current year net operating loss modification information.
- Add-back code 155 has been added to report net operating loss reductions due to debt discharge.

Credits

- **Attainable Homeownership Tax Credit (3-digit code 875; 4-digit code 1875)**

- Allows a nonrefundable credit for contribution to an affordable housing organization approved by the Indiana Economic Development Corporation (IEDC).
- Amount of credit is limited to the lesser of 50% of qualified contribution or \$10,000.
- Total amount of credit is limited to \$4 million each fiscal year.
- This credit must be reported on Schedule IN-OCC.

- **Employer Child Care Expenditure Credit (3-digit code 876)**

- Nonrefundable credit for employers with 100 or fewer employees for capital expenses related to establishing childcare facilities for their employees.
- Maximum amount of credit is the lesser of 50% of the employer's qualified expenditures or \$100,000.
- Total amount of the credit allowed is limited to \$2.5 million in a fiscal year.

- **Employment of Individuals with Disability Tax Credit (3-digit code 877; 3-digit code 881 for benefit corporation only)**

- A nonrefundable credit is available for employers who employ an individual who is referred to the employer for employment through a vocational rehabilitation services program for individuals with a disability and was initially hired by the taxpayer after Dec. 31, 2023.
- For a benefit corporation that employs no more than 50 individuals, and the majority of the employees are eligible individuals, the amount of credit is:
 - First year of credit is 30%, second year of credit is 40%, third and later years of credit is 50%
- For employers who do not meet the definition of a benefit corporation and employ 500 or fewer employees, the amount of credit is:
 - First year of credit is 20%, second year of credit is 30%, third and later years of credit is 40%

- **Health Reimbursement Arrangement Credit (3-digit code 878)**
 - A nonrefundable credit has been established for an employer that is a corporation, a limited liability company, a partnership, or another entity and has adopted health reimbursement arrangements in lieu of a traditional employer provided health insurance plan.
 - Amount of credit for a qualified contribution for a qualified taxpayer with less than 50 employees, is up to \$400 in the first year per covered employee.
 - The credit decreases to \$200 per covered employee in the second year.
 - Total tax credits granted are limited to \$10 million in a taxable fiscal year.
 - This credit does not pass through to owners or beneficiaries of pass through entities.
 - This credit must be reported on Schedule IN-OCC.

- **Historic Rehabilitation Tax Credit (3-digit code 879; 4-digit code 1879)**
 - Nonrefundable tax credit is available for the rehabilitation of qualified historic structures.
 - IEDC awards this credit when a qualified taxpayer completes restoration and preservation of a qualified historic structure, and the total amount of qualified rehabilitation expenditures equals \$5,000 or more.
 - This credit must be reported on Schedule IN-OCC.

Deduction

- **Foreign Gross-up Deduction Change**
 - 3-digit code is reassigned from 119 to 645.

Miscellaneous

- **IT-20PIC**
 - New exception code “K – No Exception” added to declare no exception under Indiana law applies.

- **Schedule IN-OCC**

Form has been modified to add new fields for reporting credits that are carried forward from a previous taxable year, any credits that first became available during the taxable year and were not used during the taxable year.

- **Form IT-41**

New lines 1 and 2 added to page 2 of form to report the total number of beneficiaries and nonresident beneficiaries.

- **Form IT-41 Schedule 1**

New line 2a added to form to report total number of beneficiaries from Schedule Composite and Schedule Composite-COR.