



INDIANA DEPARTMENT OF REVENUE

Eric J. Holcomb, Governor
Adam J. Krupp, Commissioner

Indiana Government Center
100 N. Senate Ave
Indianapolis, IN 46204-2253

January 28, 2020

General Assembly
Legislative Services Agency
200 W. Washington Street, Room 301
Indianapolis, IN 46204

Dear Members of the Indiana General Assembly,

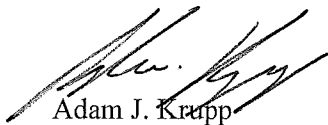
As required by IC 6-8.1-3-15, the Indiana Department of Revenue ("Department") shall annually report the age and amount of delinquent tax liabilities, also known as accounts receivable ("AR") that the Department determines to be uncollectible. As provided in IC 6-8.1-8-14, the Commissioner may determine that an outstanding liability for taxes, interest, penalties, collection fees, sheriff's costs, clerk's costs, or fees established under section 4(b) is uncollectible. Enclosed is the report for calendar year 2019.

The Department deems certain delinquent tax liabilities uncollectible in accordance with its Accounts Receivable Write-off Policy, which provides a number of criteria to apply in order to assess whether appropriate collection efforts have been made and whether any additional collections efforts are likely to prove unsuccessful. Factors considered in determining that a delinquent tax liability is uncollectible include (1) the Department and its collection partner's inability to locate the taxpayer through advanced collections efforts such as a skip trace and/or the liability is 15 years or older, (2) field visits confirm no existing business at the expected physical location, (3) outbound mail is post office returned on all addresses used for correspondence, (4) and/or evidence of death of the individual or sole proprietor with no reasonable opportunity to collect from the estate.

Based on the aforementioned criteria, the total amount of delinquent tax liabilities determined to be uncollectible for calendar year 2019 is \$7,268,360. This amount is 0.47% of the total outstanding balance of delinquent tax liabilities outstanding as of December 31, 2019, which is \$1,558,890,794 and includes all liabilities from 1967 through 2019. The attached schedule provides further detail of the tax liabilities deemed uncollectible by tax type and aging of liability.

Please do not hesitate to contact my Chief Financial Officer, Ed Vance at (317) 232-2177 if you have questions or need further information.

Sincerely,



Adam J. Krupp
Commissioner

Indiana Department of Revenue
Aged Uncollectible Liabilities
Approved for Write-Off During Calendar Year 2019
Required per IC 6-8.1-3-15
Aged Uncollectible A/R - 2019

Sum of CYE2019_BALANCE1	Column Labels	1 - 3 Years	4 - 6 Years	7 - 9 Years	10 - 12 Years	13 - 15 Years	> 15 Years	Grand Total
CIT					\$968.67		\$3,109.92	\$4,078.59
COR			\$2,237.84		\$562.46	\$1,070,544.48	\$202,614.33	\$1,275,959.11
FAB	\$6,209.54		\$1,386.93		\$1,540.94	\$46,668.84	\$28,999.23	\$84,805.48
MCT					\$2,736.50		\$509.21	\$3,245.71
OOS						\$130.94	\$189,859.06	\$189,990.00
RST	\$93,081.61		\$149,966.45	\$338,651.57	\$271,303.32	\$886,242.43	\$1,714,000.13	\$3,453,245.51
WTH	\$11,410.15		\$532,000.61	\$150,381.56	\$161,699.35	\$566,815.91	\$834,728.26	\$2,257,035.84
Grand Total	\$110,701.30	\$681,967.06	\$492,657.90	\$438,811.24	\$2,570,402.60	\$2,973,820.14	\$7,268,360.24	