

Indiana Appendix

Key Subsidy Programs

Program	Annual Cost	Monitoring, Enforcement & Penalty Score*
Economic Development for a Growing Economy (EDGE) Tax Credits - an expensive discretionary “deal-closing” tax credit program for footloose companies valued according to net new worker personal income tax withholding over ten years	\$62,000,000 (2006)	81/100
Enterprise Zone Program - four different state tax subsidies for specially designated zones throughout the state	\$39,000,000 (2002)	28/100
Hoosier Business Investment Tax Credit (HBITC) - an expensive corporate income tax credit valued at up to 30 percent of capital investments	\$107,000,000 (2006)	65/100
Skills Enhancement Fund (SEF) - grants given to companies for the purpose of training workers	\$1,000,000 (2007)	48/100
Twenty-First Century Research and Technology Fund (21 Fund) - cash grants for high-tech and high-wage companies	\$12,650,000 (2010)	23/100
Average Monitoring, Enforcement & Penalty Score for All Programs*		49/100

*Adjusted to reflect the program's performance standards score in *Money for Something*. See next page for unweighted scoring details.

Money-Back Guarantees for Taxpayers Scoring Details for Indiana Programs		<i>Maximum possible score for category</i>	<i>EDGE Tax Credits</i>	<i>Enterprise Zone Program</i>	<i>Hoosier Business Investment Tax Credit (HBITC)</i>	<i>Skills Enhancement Fund (SEF)</i>	<i>Twenty-First Century Research and Technology Fund</i>
Reporting	Has a requirement that recipients report to agency on performance outcomes (20 pts)	20	20	20	20	20	20
Verification	Agency awarding subsidy verifies performance outcomes reported by recipient (20 pts)	20	20	0	20	20	0
Type of Penalties	Penalty takes the form of recapture (10 pts)	10	10	0	10	10	0
	Penalty takes the form of rescission or program is performance based (5 pts)	5	5	5	5	5	5
	Penalty takes the form of recalibration (5 pts)	5	5	0	0	0	0
Scope of Penalties	Mandatory penalties for failure to meet performance requirements with no exceptions* (20 pts) Mandatory penalties for failure to meet performance requirements with some exceptions (15 pts) Discretionary penalties for failure to meet performance requirements (10 pts)	20	20	10	15	15	10
Online Disclosure of Enforcement Practices	Online publication of statistics on use of penalties (10 pts)	10	0	0	0	0	0
	Online publication of names of companies found to be non-compliant (5 pts)	5	5	0	5	5	0
	Online publication of names of companies penalized and dollar amounts (5 pts)	5	0	0	0	0	0
Total unweighted score		100	85	35	75	75	35
TOTAL SCORE adjusted to reflect the program's performance standards score in Money for Something		100	81	28	65	48	23

*Programs deemed performance based automatically receive points in this category.
For details on the programs see Appendix 4 in www.goodjobsfirst.org/moneyback.