



# MOTORSPORTS

## A RENEWED FOCUS ON A WORLD-RENOWNED INDUSTRY

Indiana recognizes the importance of a vibrant and growing motorsports industry. Due to the state's strong bond to racing, Indiana has established a motorsports initiative within the Indiana Economic Development Corporation (IEDC). This effort focuses leveraging Indiana's central location, skilled workforce, pro-business environment, and racing heritage to create the best opportunity for all motorsports businesses.

## THE NUMBERS SAY IT ALL

- More than 2,100 motorsports companies call Indiana home. These include race teams, race tracks, racing leagues, race car design and assembly, parts manufacturers and suppliers, and engineering firms to name a few.
- Many of the nation's top professional racing teams have chosen to locate in Indiana.
- The world's premier motorsports attractions are hosted at the world famous Indianapolis Motor Speedway, including the Indianapolis 500®, the greatest spectacle in racing®; the Brickyard 400; and the Red Bull Indianapolis MotoGP™. Indiana is also home to the NHRA Drag Racing U.S. Nationals and many other significant motorsports events.
- Six Indiana colleges and universities offer motorsports education opportunities and certifications including IUPUI that developed the nation's only motorsport engineering degree program.
- Indiana hosts the annual Performance Racing Industry Trade Show, which attracts more than 1,000 vendors and 40,000 attendees, December 12-14 at the Indiana Convention Center.
- Indiana boasts the most racetracks in the U.S. per capita.
- Indiana is home of the IndyCar Series and the U.S. Auto Club and the NHRA technical operations.

## STATE OF INDIANA GRANTS AND INCENTIVES

### INDIANA MOTORSPORTS SALES TAX EXEMPTION

Every racecar component/part sold in Indiana is exempt from the state sales tax except for tires and accessories. Ref: IC-6-2.5-5-37, Form ST-105

### EDGE

The Economic Development for a Growing Economy (EDGE) Tax Credit provides incentive to businesses to support jobs creation, capital investment and to improve the standard of living for Indiana residents. The refundable corporate income tax credit is calculated as a percentage (not to exceed 100%) of the expected increased tax withholdings generated from new jobs creation. The credit certification is phased in annually for up to 10 years based upon the employment ramp-up outlined by the business. Ref: IC 6-3.1-13

### HBI

The Hoosier Business Investment (HBI) Tax Credit provides incentive to businesses to support jobs creation, capital investment and to improve the standard of living for Indiana residents. The non-refundable corporate income tax credits are calculated as a percentage of the eligible capital investment to support the project. The credit may be certified annually, based on the phase-in of eligible capital investment, over a period of two full calendar years from the commencement of the project.

Ref: IC 6-3.1-26

### SEF

The Skills Enhancement Fund (SEF) provides assistance to businesses to support training and upgrading skills of employees required to support new capital investment. The grant may be provided to reimburse a portion (typically 50%) of eligible training cost over a period of two full calendar years from the commencement of the project. Ref: IC 5-28-7

### IDGF

The Industrial Development Grant Fund (IDGF) provides assistance to municipalities and other eligible entities as defined under I.C. 5-28-25-1. The grant may be provided to reimburse a portion (typically up to 50%) of eligible public infrastructure costs over a period of two full calendar years from the commencement of the project.

Ref: IC 5-28-25

### VENTURE CAPITAL INVESTMENT (VCI)

Encourages Indiana investors to invest in small Indiana high-tech companies. Investments in Indiana motorsports may qualify for the VCI credit. Certified investments in qualified Indiana motorsports companies may result in a credit against the investor's Indiana tax liability equal to the lesser of 20 percent or \$1,000,000. Ref: IC 6-3.1-24