

# HB5172



## 100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

HB5172

by Rep. Stephanie A. Kifowit

### SYNOPSIS AS INTRODUCED:

35 ILCS 5/227 new

Amends the Illinois Income Tax Act. Creates a credit in an amount equal to 50%, but not to exceed \$2,500, of the costs incurred by the taxpayer during the taxable year in connection with the practice of hydroponics. Effective immediately.

LRB100 20022 HLH 35304 b

FISCAL NOTE ACT  
MAY APPLY

A BILL FOR

1 AN ACT concerning revenue.

2 **Be it enacted by the People of the State of Illinois,**  
3 **represented in the General Assembly:**

4 Section 5. The Illinois Income Tax Act is amended by adding  
5 Section 227 as follows:

6 (35 ILCS 5/227 new)

7 Sec. 227. Hydroponics credit. For taxable years ending on  
8 or after December 31, 2018, a taxpayer is entitled to a credit  
9 against the taxes imposed by subsections (a) and (b) of Section  
10 201 in an amount equal to 50%, but not to exceed \$2,500, of the  
11 costs incurred by the taxpayer during the taxable year in  
12 connection with the practice of hydroponics, including, but not  
13 limited to, the purchase of materials and construction  
14 supplies.

15 In no event shall a credit under this Section reduce a  
16 taxpayer's liability to less than zero. If the amount of credit  
17 exceeds the tax liability for the year, the excess may be  
18 carried forward and applied to the tax liability for the 5  
19 taxable years following the excess credit year. The tax credit  
20 shall be applied to the earliest year for which there is a tax  
21 liability. If there are credits for more than one year that are  
22 available to offset liability, the earlier credit shall be  
23 applied first.

1       As used in this Section, "hydroponics" means the process of  
2       growing produce, intended for consumption, in sand, gravel, or  
3       liquid, with added nutrients, but without soil.

4       This Section is exempt from the provisions of Section 250.

5       Section 99. Effective date. This Act takes effect upon  
6       becoming law.