



93RD GENERAL ASSEMBLY
State of Illinois
2003 and 2004

Introduced 2/5/2004, by Edward D. Maloney

SYNOPSIS AS INTRODUCED:

35 ILCS 5/216 new

Amends the Illinois Income Tax Act. Provides that, for 5 taxable years, each taxpayer is entitled to an income tax credit in the amount of 5% of the amount spent by the taxpayer in the taxable year for health insurance premiums for the taxpayer, the taxpayer's spouse, and dependents of the taxpayer. Provides that the tax credit may not reduce the taxpayer's liability to less than zero and may not be carried forward or back. Effective July 1, 2004.

LRB093 20767 SJM 46666 b

FISCAL NOTE ACT
MAY APPLY

1 AN ACT concerning taxes.

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 216 as follows:

6 (35 ILCS 5/216 new)

7 Sec. 216. Assistive devices tax credit.

8 (a) Beginning with taxable years ending on or after
9 December 31, 2004 and on or before December 30, 2009, each
10 taxpayer is entitled to a credit against the tax imposed by
11 subsections (a) and (b) of Section 201 in the amount of 5% of
12 the amount spent by the taxpayer in the taxable year for health
13 insurance premiums for the taxpayer, the taxpayer's spouse, and
14 any person, excluding the taxpayer and his or her spouse, for
15 whom the taxpayer is authorized to claim an additional
16 exemption under subsection (c) of Section 204. The Department
17 shall establish by rule those expenses that are eligible for
18 the credit under this Section.

19 (b) The tax credit may not reduce the taxpayer's liability
20 to less than zero. If the amount of the credit exceeds the tax
21 liability for the year, the excess may not be carried forward
22 or back to apply to the tax liability of any taxable year other
23 than the excess credit year.

24 Section 99. Effective date. This Act takes effect July 1,
25 2004.