



94TH GENERAL ASSEMBLY

State of Illinois

2005 and 2006

HB4118

Introduced 09/30/05, by Rep. Ron Stephens

SYNOPSIS AS INTRODUCED:

35 ILCS 5/208

from Ch. 120, par. 2-208

Amends the Illinois Income Tax Act. Provides that, for tax years ending after December 31, 2005, the amount of the income tax credit for residential real property taxes is: (1) 100% of the real property taxes paid by the taxpayer to a school district during the tax year; plus (2) 5% of real property taxes paid by the taxpayer to a taxing body other than a school district during the tax year. Exempts the credit from the Act's sunset provisions. Effective immediately.

LRB094 14137 BDD 49036 b

FISCAL NOTE ACT
MAY APPLY

HOUSING
AFFORDABILITY
IMPACT NOTE ACT
MAY APPLY

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
5 changing Section 208 and by adding Section 208.2 as follows:

6 (35 ILCS 5/208) (from Ch. 120, par. 2-208)

7 Sec. 208. Tax credit for residential real property taxes.

8 (a) Beginning with tax years ending on or after December
9 31, 1991 through tax years ending on or before December 31,
10 2005, every individual taxpayer shall be entitled to a tax
11 credit equal to 5% of real property taxes paid by such taxpayer
12 during the taxable year on the principal residence of the
13 taxpayer.

14 (b) For tax years ending after December 31, 2005, every
15 individual taxpayer who has paid taxes during the tax year on
16 the principal residence of the taxpayer is entitled to a tax
17 credit equal to:

18 (1) 100% of the real property taxes paid by the
19 taxpayer to a school district during the tax year; plus

20 (2) 5% of real property taxes paid by the taxpayer to a
21 taxing body other than a school district during the tax
22 year.

23 (c) In the case of multi-unit or multi-use structures and
24 farm dwellings, the taxes on the taxpayer's principal residence
25 shall be that portion of the total taxes which is attributable
26 to such principal residence.

27 (d) This Section is exempt from the provisions of Section
28 250.

29 (Source: P.A. 87-17.)

30 Section 99. Effective date. This Act takes effect upon
31 becoming law.