



## 102ND GENERAL ASSEMBLY

### State of Illinois

2021 and 2022

HB1947

Introduced 2/17/2021, by Rep. Marcus C. Evans, Jr.

#### SYNOPSIS AS INTRODUCED:

35 ILCS 5/232 new

Amends the Illinois Income Tax Act. Provides that each taxpayer who employs an individual who is 15 years of age or older but not yet 20 years of age during the taxable year to work for the taxpayer for at least 25 hours every two weeks is entitled an income tax credit in an amount equal to 60% of the wages paid to those employees during the taxable year. Effective immediately.

LRB102 11757 HLH 17092 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  
5 adding Section 232 as follows:

6 (35 ILCS 5/232 new)

7 Sec. 232. Youth employment credit.

8 (a) For taxable years beginning on or after January 1,  
9 2022, each taxpayer who employs an individual who is 15 years  
10 of age or older but not yet 20 years of age during the taxable  
11 year to work for the taxpayer for at least 25 hours every two  
12 weeks is entitled a credit against the taxes imposed by  
13 subsections (a) and (b) of Section 201 in an amount equal to  
14 60% of the wages paid to those employees during the taxable  
15 year.

16 (b) The credit or credits may not reduce the taxpayer's  
17 liability to less than zero. If the amount of the credit or  
18 credits exceeds the taxpayer's liability, the excess may be  
19 carried forward and applied against the taxpayer's liability  
20 in the next 5 succeeding taxable years. The credit or credits  
21 shall be applied to the earliest year for which there is a tax  
22 liability. If there are credits from more than one taxable  
23 year that are available to offset a liability, the earlier

1 credit shall be applied first.

2 (c) For partners, shareholders of Subchapter S  
3 corporations, and owners of limited liability companies, if  
4 the liability company is treated as a partnership for the  
5 purposes of federal and State income taxation, there shall be  
6 allowed a credit under this Section to be determined in  
7 accordance with the determination of income and distributive  
8 share of income under Sections 702 and 704 and Subchapter S of  
9 the Internal Revenue Code.

10 (d) This Section is exempt from the provisions of Section  
11 201.

12 Section 99. Effective date. This Act takes effect upon  
13 becoming law.