

# SB1436



## 100TH GENERAL ASSEMBLY

### State of Illinois

2017 and 2018

SB1436

Introduced 2/9/2017, by Sen. Laura M. Murphy

#### SYNOPSIS AS INTRODUCED:

35 ILCS 5/224 new

Amends the Illinois Income Tax Act. Creates a credit in an amount equal to the amount of personal interest paid by an individual taxpayer during the taxable year. Provides that the term "personal interest" means interest paid on personal and consumer loans that is not deductible when calculating the taxpayer's federal adjusted gross income. Effective immediately.

LRB100 11173 HLH 21470 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 224 as follows:

6 (35 ILCS 5/224 new)

7 Sec. 224. Personal interest credit.

8 (a) For taxable years ending on or after December 31, 2017,  
9 each individual taxpayer is entitled to a credit against the  
10 taxes imposed under subsections (a) and (b) of Section 201 of  
11 this Act in an amount equal to the amount of personal interest  
12 paid by the taxpayer during the taxable year.

13 (b) For purposes of this Section, "personal interest" means  
14 interest paid on personal and consumer loans that is not  
15 deductible when calculating the taxpayer's federal adjusted  
16 gross income, including, but not limited to, interest on car  
17 loans, credit cards, loans for appliances and furniture, and  
18 interest on loans made by one person to another person.

19 Section 99. Effective date. This Act takes effect upon  
20 becoming law.