

# HB3051



## 103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

HB3051

Introduced 2/17/2023, by Rep. Harry Benton

### SYNOPSIS AS INTRODUCED:

35 ILCS 5/234 new

Amends the Illinois Income Tax Act. Provides that the Department of Commerce and Economic Opportunity may enter into credit agreements with eligible manufacturing employers for the purpose of creating manufacturing jobs in the State. Effective immediately.

LRB103 30531 HLH 56964 b

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 234 as follows:

6 (35 ILCS 5/234 new)

7 Sec. 234. Manufacturing jobs credit.

8 (a) The Department of Commerce and Economic Opportunity  
9 may enter into credit agreements with eligible manufacturing  
10 employers for the purpose of creating manufacturing jobs in  
11 the State. Credits under this Section shall be available for  
12 taxable years beginning on or after January 1, 2024 and may be  
13 used to offset the taxpayer's liability for the taxes imposed  
14 under subsections (a) and (b) of Section 201. A credit under  
15 this Section may not exceed the incremental income tax  
16 attributable to new and retained employees during the taxable  
17 year.

18 (b) In no event shall a credit under this Section reduce  
19 the taxpayer's liability to less than zero. If the amount of  
20 the credit exceeds the tax liability for the year, the excess  
21 may be carried forward and applied to the tax liability of the  
22 5 taxable years following the excess credit year. The tax  
23 credit shall be applied to the earliest year for which there is

1 a tax liability. If there are credits for more than one year  
2 that are available to offset a liability, the earlier credit  
3 shall be applied first.

4 (c) For partners and shareholders of Subchapter S  
5 corporations, there shall be allowed a credit under this  
6 Section to be determined in accordance with the determination  
7 of income and distributive share of income under Sections 702  
8 and 704 and Subchapter S of the Internal Revenue Code.

9 (d) As used in this Section, "incremental income tax" has  
10 the meaning given to that term in the Economic Development for  
11 a Growing Economy Tax Credit Act.

12 (e) This Section is exempt from the provisions of Section  
13 250.

14 Section 99. Effective date. This Act takes effect upon  
15 becoming law.