

HB3555



99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

HB3555

by Rep. Terri Bryant

SYNOPSIS AS INTRODUCED:

35 ILCS 5/224 new

Amends the Illinois Income Tax Act. Provides that each taxpayer that is primarily engaged in manufacturing is entitled to a credit in an amount equal to 5% of the cost of renewable energy resources used by the taxpayer during the taxable year. Provides that the credit may be carried forward. Provides that the credit is exempt from the Act's automatic sunset provision. Effective immediately.

LRB099 08137 HLH 28287 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. Renewable energy resources.

8 (a) For taxable years beginning on or after January 1,
9 2016, each taxpayer that is primarily engaged in manufacturing
10 is entitled to a credit against the tax imposed by subsections
11 (a) and (b) of Section 201 in an amount equal to 5% of the cost
12 of renewable energy resources used by the taxpayer during the
13 taxable year. For the purposes of this Section, "renewable
14 energy resources" has the meaning ascribed to that term in
15 Section 6-3 of the Renewable Energy, Energy Efficiency, and
16 Coal Resources Development Law of 1997.

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

1 offset a liability, then the earlier credit must be applied
2 first.

3 (c) This Section is exempt from the provisions of Section
4 250.

5 Section 99. Effective date. This Act takes effect upon
6 becoming law.