



Illinois Department of Revenue

**2025 Schedule 1299-C****Income Tax Subtractions and Credits (for individuals)**

For tax years ending on or after December 31, 2025.

Attach to your Form IL-1040. ☐ Check if attaching to Amended Form IL-1040-X.**IL Attachment No. 3**

TEST NAME

Your name as shown on Form IL-1040

|                             |   |   |   |   |   |   |   |   |   |   |
|-----------------------------|---|---|---|---|---|---|---|---|---|---|
| 5                           | 5 | 5 | - | 5 | 5 | = | 5 | 5 | 5 | 5 |
| Your Social Security number |   |   |   |   |   |   |   |   |   |   |

**Read this information before completing this form:**

Refer to Schedule 1299-I, Income Tax Credits Information and Worksheets, and Schedule 1299-C Instructions for information on how to complete this schedule. All figures should be rounded to whole dollars.

If you are carrying forward credits from a previous year, you must refer to your 2024 Schedule 1299-C, Step 3 to determine the amount of available credit carryforward that you may use on this 2025 Schedule 1299-C.

If you have more subtractions or credits than lines available, attach a separate schedule in the same format with all the required information. Complete Step 3, Line 43 on this schedule only.

**NOTE:** If you do not provide the necessary information or attempt to claim a subtraction or credit which does not exist, you may receive correspondence from the Department, your subtraction or credit may be disallowed, and the processing of your return may be delayed.

**Step 1: Figure your subtractions****■ River Edge Redevelopment Zone Dividend Subtraction**

| <b>A</b>           |                                                                                                                                                                                     | <b>B</b>     | <b>C</b>         |
|--------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|------------------|
| Corporation's name |                                                                                                                                                                                     | Name of zone | Dividend amount  |
| <b>1 a</b>         | _____                                                                                                                                                                               | _____        | <b>a</b> _____   |
| <b>b</b>           | _____                                                                                                                                                                               | _____        | <b>b</b> _____   |
| <b>c</b>           | _____                                                                                                                                                                               | _____        | <b>c</b> _____   |
| <b>2</b>           | Enter any distributive share of River Edge Redevelopment Zone Dividend Subtraction from partnerships, S corporations, trusts, or estates. <b>Attach</b> Schedule(s) K-1-P or K-1-T. |              | <b>2</b> _____   |
| <b>3</b>           | Add Step 1, Column C, Lines 1a through 1c and Line 2, and enter the total here.                                                                                                     |              | <b>◆ 3</b> _____ |

**■ High Impact Business within a Foreign Trade Zone (or sub-zone) Dividend Subtraction**

| <b>A</b>           |                                                                                                                                                                                                                      | <b>B</b>     | <b>C</b>         |
|--------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|------------------|
| Corporation's name |                                                                                                                                                                                                                      | Name of zone | Dividend amount  |
| <b>4 a</b>         | _____                                                                                                                                                                                                                | _____        | <b>a</b> _____   |
| <b>b</b>           | _____                                                                                                                                                                                                                | _____        | <b>b</b> _____   |
| <b>c</b>           | _____                                                                                                                                                                                                                | _____        | <b>c</b> _____   |
| <b>5</b>           | Enter any distributive share of High Impact Business within a Foreign Trade Zone (or sub-zone) Dividend Subtraction from partnerships, S corporations, trusts, or estates. <b>Attach</b> Schedule(s) K-1-P or K-1-T. |              | <b>5</b> _____   |
| <b>6</b>           | Add Step 1, Column C, Lines 4a through 4c and Line 5, and enter the total here.                                                                                                                                      |              | <b>6</b> _____   |
| <b>7</b>           | Add Step 1, Lines 3 and 6. Enter your total <b>dividend subtraction</b> here and on Schedule M, Line 24.                                                                                                             |              | <b>◆ 7</b> _____ |

This form is authorized as outlined under the Illinois Income Tax Act. Disclosure of this information is required. Failure to provide information could result in a penalty.



## Step 2: Worksheets (Complete this step only if you earned any of these income tax credits during your current tax year)

### Research and Development

Follow the instructions on this worksheet to calculate the Research and Development credit amount to enter in Step 3, Column E.

|                                                                                                                                                        | A<br>Base period avg. expenses | B<br>This year's expenses |
|--------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------|---------------------------|
| 8 Enter the amounts from Schedule 1299-I, Line 6 of the Research and Development Worksheet.                                                            | ◆ 8 _____                      | ◆ 8 _____                 |
| 9 Subtract Line 8, Column A from Line 8, Column B. If negative, enter zero.                                                                            |                                | ◆ 9 _____                 |
| 10 Multiply Line 9 by 6.5% (.065).<br>Enter the result here and in Step 3, Column E on the line with "5" in Column A and Credit Code 5340 in Column B. |                                | ◆ 10 _____                |

### K-12 Instructional Materials and Supplies

Follow the instructions on this worksheet to calculate the K-12 Instructional Materials and Supplies credit amount to enter in Step 3, Column E, if you were a teacher, instructor, counselor, principal, or aide that worked 900 or more hours in a K-12 school in Illinois.

|                                                                                                                                                                        | A<br>Primary taxpayer | B<br>Spouse |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|-------------|
| 11 a Professional Educator License number, if applicable.                                                                                                              | ◆ _____               | ◆ _____     |
| b School name (Illinois only).                                                                                                                                         | ◆ _____               | ◆ _____     |
| c Total qualified expenses paid in 2025.                                                                                                                               | ◆ _____               | ◆ _____     |
| d Enter the lesser of Line 11c or \$500.                                                                                                                               | _____                 | _____       |
| 12 Add Line 11d, Column A, and Line 11d, Column B.<br>Enter the result here and in Step 3, Column E on the line with "5" in Column A and Credit Code 5740 in Column B. |                       | ◆ 12 _____  |

### Adoption

Follow the instructions on this worksheet to calculate the Adoption credit amount to enter in Step 3, Column E.

#### Part 1 - Adopted Child Information

|      | Child's Name (first, last) | Identifying Number | Birth Date                   | IL Resident              | Final in 2025            |
|------|----------------------------|--------------------|------------------------------|--------------------------|--------------------------|
| 13 ◆ | _____                      | _____              | ____/____/____<br>Month Year | <input type="checkbox"/> | <input type="checkbox"/> |
| 14 ◆ | _____                      | _____              | ____/____/____<br>Month Year | <input type="checkbox"/> | <input type="checkbox"/> |
| 15 ◆ | _____                      | _____              | ____/____/____<br>Month Year | <input type="checkbox"/> | <input type="checkbox"/> |

#### Part 2 - Figure your credit

|                                                                                                                                               | Child 1<br>(Line 13) | Child 2<br>(Line 14) | Child 3<br>(Line 15) |
|-----------------------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|----------------------|
| 16 ◆ a Maximum credit allowed per child (see instructions).                                                                                   | _____                | _____                | _____                |
| ◆ b IL Adoption credit claimed previously for this child.                                                                                     | _____                | _____                | _____                |
| c Subtract Line b from Line a.                                                                                                                | _____                | _____                | _____                |
| ◆ d Qualified adoption expenses (see instructions).                                                                                           | _____                | _____                | _____                |
| e Enter the lesser of Line c or Line d.                                                                                                       | _____                | _____                | _____                |
| f Total amount of qualified adoption expenses from Line e.                                                                                    |                      |                      | _____                |
| g Illinois residents: Enter 1.0.<br>Nonresidents and part-year residents: Enter the decimal from Schedule NR, Line 48.                        |                      |                      | _____                |
| h Multiply Line f by Line g. Enter the result here and in Step 3, Column E on the line with "5" in Column A and Credit Code 5780 in Column B. |                      |                      | ◆ 16 _____           |



**Step 3: Figure your Income Tax Credit (Complete Step 2 first, if applicable) See Schedule 1299-C Instructions for how to complete this Step.**

**17** Enter your income tax from Form IL-1040, Line 14.

◆ **17** \_\_\_\_\_

**18** Add the credit amounts from Form IL-1040, Lines 15 and 16, and enter here.

◆ **18** \_\_\_\_\_

**19** Subtract Line 18 from Line 17. If the amount is zero or negative, enter zero.

**19** \_\_\_\_\_

|           | ◆ <b>A</b><br>Years Left<br>to Carry | ◆ <b>B</b><br>Credit<br>Code | ◆ <b>C</b><br>IL Tax Year<br>Credit Earned | ◆ <b>D</b><br>Identifying Number | ◆ <b>E</b><br>Credit Earned<br>or Carried | ◆ <b>F</b><br>Distributive<br>Share or Transfer | <b>G</b><br>Total<br>Credit | <b>H</b><br>Calculation | <b>I</b><br>Credit<br>Applied | <b>J</b><br>Credit<br>Carryforward |
|-----------|--------------------------------------|------------------------------|--------------------------------------------|----------------------------------|-------------------------------------------|-------------------------------------------------|-----------------------------|-------------------------|-------------------------------|------------------------------------|
| <b>20</b> | Enter the amount from Line 19 here.  |                              |                                            |                                  |                                           |                                                 |                             | <b>20</b> _____         |                               |                                    |
| <b>21</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>22</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>23</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>24</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>25</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>26</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>27</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>28</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>29</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>30</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>31</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>32</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>33</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>34</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>35</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>36</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>37</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>38</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>39</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>40</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |
| <b>41</b> | _____                                | _____                        | _____                                      | _____                            | _____                                     | _____                                           | _____                       | _____                   | _____                         | _____                              |

**42** Add the amounts in Column I and enter the total here.

**42** \_\_\_\_\_

**43** Follow the Schedule 1299-C Instructions to determine the amount of credit you may claim this year. Enter the amount here and on your Form IL-1040, Line 17.

◆ **43** \_\_\_\_\_