Use your 'Mouse' or the 'Tab' key to move through the fields, use your 'Mouse' or 'Space Bar' to enable the "Check Boxes".

Illinois Department of Revenue

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

2003 or fiscal year ending ___ ___ / 0 4

Attach to your Form IL-1040, Individual Income Tax Return.

Write your name as shown on Form IL-1040 _____

Write your Social Security number ___ ___ ___ – ___ ___ – ___ ___ ___ ___

Read this information before completing this form:

What's new for this year?

For tax years ending **on or after December 31, 2003**, the following credits have been removed from Schedule 1299-C:

Research and Development Credit
Training Expense Credit

You can no longer take the carryforward portion of these credits, even if you earned the credit before December 31, 2003. When you figure your available credit carryforward amounts in Step 4, you **must** subtract any unused credit amounts from prior years.

For example, if you had a total of $5,000 in unused credit carryforward* (see instructions) from your 2000 Schedule 1299-C, you must figure the portion of the credit that is from the Research and Development Credit and the Training Expense Credit. If $1,000 was from the Research and Development Credit and $1,500 was from the Training Expense Credit, you must subtract $2,500 from the total $5,000 credit carryforward amount. You would have $2,500 credit carryforward available to use in the current tax year. See the Schedule 1299-C instructions for more information.

The **Environmental Remediation Tax Credit** has been returned to Schedule 1299-C. You may take this credit **only** if you have available credit carryforward that you earned on or before December 31, 2001, because the ability to earn the credit expired after that date. However, any available credit may be carried forward for 5 years, through December 31, 2006.

Step 1: Figure your subtractions

Enterprise Zone Dividend Subtraction

	A Corporation's name	B Name of zone	C Dividend amount
1 a			a
b			b
c			c

2 Write any distributive share of enterprise zone subtractions from partnerships and S corporations. 2 _____

3 Add Column C, Lines 1a through 1c and Line 2, and write the total here. ◆3 _____

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

4 a			a
b			b
c			c

5 Write any distributive share of high impact business dividend subtractions from partnerships and S corporations. 5 _____

6 Add Column C, Lines 4a through 4c and Line 5, and write the total here. ◆6 _____

7 Add Lines 3 and 6. Write your total **dividend subtraction** here and on your IL-1040, Line 9. → 7 _____

Step 2: Figure your credits (which may be carried for 2 years)

TECH-PREP Youth Vocational Programs Credit

8 Write direct payroll expenses and amount for personal services. _____ x .20 = ◆8 _____

Dependent Care Assistance Program Credit

9 Write the expenses for on-site dependent care. _____ x .05 = ◆9 _____

10 Add Lines 8 and 9. Write this amount here and in Step 4, Line 47. → 10 _____

Step 3: Figure your credits (which may be carried for 5 years)

Jobs Tax Credit

	A Name of zone	B No. of employees this year	C No. of employees at end of base year	D Col. B — Col. C	E Eligible employees included in Col. D	F Column E x $500
11						◆11

High Impact Business Investment Credit

	A Description of qualified property	B Placed in service in Illinois	C ACRS class	D New/Used (See instructions)	E Name of zone	F Basis	G Column F x .5% (.005)
12 a		___ ___/___ ___					a
b		___ ___/___ ___					b
c		___ ___/___ ___					c

13 Add Column G, Lines 12a through 12c. Write your **High Impact Business Investment** credit here. ◆13 _____

14 Add Lines 11 and 13. Write the total here and on Page 2, Line 15. → 14 _____

This form is authorized as outlined by the Illinois Income Tax Act. Disclosure of this information is REQUIRED. Failure to provide information could result in a penalty. This form has been approved by the Forms Management Center. IL-492-0094

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15 Write the amount from Page 1, Step 3, Line 14, here. 15 _____

Enterprise Zone Investment Credit

	A Description of qualified property	B Placed in service in Illinois	C ACRS class	D New/Used (See instructions)	E Name of zone	F Basis	G Column F x .5% (.005)
16 a		__ __ / __ __					a
b		__ __ / __ __					b
c		__ __ / __ __					c

17 Write any distributive share of enterprise zone investment credit from partnerships and S corporations. 17 _____

18 Add Column G, Lines 16a through 16c, and Line 17. Write your **Enterprise Zone Investment Credit** here. ◆18 _____

Economic Development for a Growing Economy (EDGE) Tax Credit

19 Write the amount of EDGE Tax Credit awarded to you for this tax year under your agreement with DCEO. 19 _____

20 Write any distributive share of EDGE Tax Credit from partnerships and S corporations. 20 _____

21 Add Lines 19 and 20. Write your **EDGE Tax Credit** here. ◆21 _____

Tax Credit for Affordable Housing Donations

22 Write the total amount of your donation to eligible sponsors. _____ x .50 = 22 _____

23 Write any distributive share of Tax Credit for Affordable Housing Donations from partnerships and S corporations. 23 _____

24 Add Lines 22 and 23. Write your **Tax Credit for Affordable Housing Donations** here. ◆24 _____

Environmental Remediation Tax Credit

25 Write the amount of credit remaining from prior years (see instructions). 25 _____

26 Write any distributive share of Environmental Remediation Tax Credit from partnerships and S corporations. 26 _____

27 Add Lines 25 and 26. 27 _____

28 Write the lesser of Line 27 or $40,000. This is your **Environmental Remediation Tax Credit**. ◆28 _____

29 Add Lines 15, 18, 21, 24, and 28. Write this amount here and in Step 4, Line 49. → 29 _____

Step 4: Figure your credit (See instructions before completing this step.)

Figure your credit

30 Write your total tax from Form IL-1040, Line 15. 30 _____

31 Add the credit amounts from Form IL-1040, Lines 19, 20b, 21b, (and 22b **only** if you checked the "no" box on Line 5 of the EIC Worksheet in the IL-1040 Instructions for Line 22) and write the total here. (see instructions) 31 _____

32 Subtract Line 31 from Line 30. 32 _____

33 Write the amount of your *unused two-year credit carryforward* from 2001 (see instructions for Step 4). 33 _____

34 If Line 32 is zero, write zero. Otherwise, subtract Line 33 from Line 32. This amount may be negative. 34 _____

35 Write the amount of your *unused five-year credit carryforward* from 1998. 35 _____

36 If Line 34 is negative, write the amount from Line 35 as a negative number. Otherwise, subtract Line 35 from Line 34. 36 _____

37 Write the amount of your *unused two-year credit carryforward* from 2002. 37 _____

38 If Line 36 is negative, write the amount from Line 37 as a negative number. Otherwise, subtract Line 37 from Line 36. 38 _____

39 Write the amount of your *unused five-year credit carryforward* from 1999. 39 _____

40 If Line 38 is negative, write the amount from Line 39 as a negative number. Otherwise, subtract Line 39 from Line 38. 40 _____

41 Write the amount of your *unused five-year credit carryforward* from 2000. 41 _____

42 If Line 40 is negative, write the amount from Line 41 as a negative number. Otherwise, subtract Line 41 from Line 40. 42 _____

43 Write the amount of your *unused five-year credit carryforward* from 2001. 43 _____

44 If Line 42 is negative, write the amount from Line 43 as a negative number. Otherwise, subtract Line 43 from Line 42. 44 _____

45 Write the amount of your *unused five-year credit carryforward* from 2002. 45 _____

46 If Line 44 is negative, write the amount from Line 45 as a negative number. Otherwise, subtract Line 45 from Line 44. 46 _____

47 Write the amount from Step 2, Line 10, from this Schedule 1299-C. 47 _____

48 If Line 46 is negative, write the amount from Line 47 as a negative number. Otherwise, subtract Line 47 from Line 46. 48 _____

49 Write the amount from Step 3, Line 29, from this Schedule 1299-C. 49 _____

50 If Line 48 is negative, write the amount from Line 49 as a negative number. Otherwise subtract Line 49 from Line 48. 50 _____

51 **Figure the amount of credit to use this year.**

Note → If the lesser number is negative, write zero.

a Write the lesser of Line 32 or 33 here. a _____

b Write the lesser of Line 34 or 35 here. b _____

c Write the lesser of Line 36 or 37 here. c _____

d Write the lesser of Line 38 or 39 here. d _____

e Write the lesser of Line 40 or 41 here. e _____

f Write the lesser of Line 42 or 43 here. f _____

g Write the lesser of Line 44 or 45 here. g _____

h Write the lesser of Line 46 or 47 here. h _____

i Write the lesser of Line 48 or 49 here. i _____

Add Lines a through i. Write the result here and on Form IL-1040, Step 7, Line 23. → 51 _____

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Step 5: Figure your credit available to be carried forward

To figure each credit amount, STOP at the first applicable line for each credit.

52 *Two-year credit carryforward* that is available for **one** more tax year
- If Line 38 is positive or zero, write zero here. You do not have any credit from this year to carry.
- If Line 36 is negative, write the amount from Line 37 here.
- If Line 38 is negative, write the amount as a positive number here. **52** _____

53 *Five-year credit carryforward* that is available for **one** more tax year
- If Line 40 is positive or zero, write zero here. You do not have any credit from this year to carry.
- If Line 38 is negative, write the amount from Line 39 here.
- If Line 40 is negative, write the amount as a positive number here. **53** _____

54 *Two-year credit carryforward* that is available for the next **two** tax years
- If Line 48 is positive or zero, write zero here. You do not have any credit from this year to carry.
- If Line 46 is negative, write the amount from Line 47 here.
- If Line 48 is negative, write the amount as a positive number here. **54** _____

55 *Five-year credit carryforward* that is available for the next **two** tax years
- If Line 42 is positive or zero, write zero here. You do not have any credit from this year to carry.
- If Line 40 is negative, write the amount from Line 41 here.
- If Line 42 is negative, write the amount as a positive number here. **55** _____

56 *Five-year credit carryforward* that is available for the next **three** tax years
- If Line 44 is positive or zero, write zero here. You do not have any credit from this year to carry.
- If Line 42 is negative, write the amount from Line 43 here.
- If Line 44 is negative, write the amount as a positive number here. **56** _____

57 *Five-year credit carryforward* that is available for the next **four** tax years
- If Line 46 is positive or zero, write zero here. You do not have any credit from this year to carry.
- If Line 44 is negative, write the amount from Line 45 here.
- If Line 46 is negative, write the amount as a positive number here. **57** _____

58 *Five-year credit carryforward* that is available for the next **five** tax years
- If Line 50 is positive or zero, write zero here. You do not have any credit from this year to carry.
- If Line 48 is negative, write the amount from Line 49 here.
- If Line 50 is negative, write the amount as a positive number here. **58** _____

PRINT RESET

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