



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?

To correctly complete your 2004 Schedule 1299-C, you must refer to your 2003 Schedule 1299-C, Step 5 to determine the amount of available credit carryforward that you may use on this 2004 Schedule 1299-C.

For tax years beginning on or after January 1, 2004, certain businesses within the film industry may qualify for a Film Production Services Tax Credit. Contact the Illinois Department of Commerce and Economic Opportunity (DCEO) for more information.

For tax years ending on or after December 31, 2004, the Research and Development Credit has been reinstated. However, you may not use any credit, including any remaining credit carryforward, that you earned prior to January 1, 2004.

For tax years beginning on or after January 1, 2004, and ending before July 1, 2004, certain businesses may qualify for a Transportation Employee Tax Credit. See the instructions for more information.

Step 1: Figure your subtractions

Enterprise Zone Dividend Subtraction

Table with 3 columns: A Corporation's name, B Name of zone, C Dividend amount. Rows 1a-c, 2, 3.

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

Table with 3 columns: A Corporation's name, B Name of zone, C Dividend amount. Rows 4a-c, 5, 6, 7.

Step 2: Figure your current year credits

Film Production Services Tax Credit

8 Write your Film Production Services Tax Credit, including any amount passed through from partnerships and S corporations. 8

Transportation Employee Credit

9 Write the number of qualified employees here (see instructions). x \$50 = 9
10 Write any distributive share of Transportation Employee credit from partnerships and S corporations. 10
11 Add Lines 9 and 10. Write your Transportation Employee Credit here. 11
12 Add Lines 8 and 11. This is your total current year credit. Write the total here and in Step 5, Line 45. 12

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

TECH-PREP Youth Vocational Programs Credit

13 Write direct payroll expenses and amount for personal services. x .20 = 13

Dependent Care Assistance Program Credit

14 Write the expenses for on-site dependent care. x .05 = 14
15 Add Lines 13 and 14. Write this amount here and in Step 5, Line 61. 15



Step 4: Figure your credits (which may be carried forward for five 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
16	_____	_____	_____	_____	_____	◆ 16 _____

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)
17	a _____	___ / ___	_____	_____	[Grid]	_____	a _____
	b _____	___ / ___	_____	_____		_____	b _____
	c _____	___ / ___	_____	_____		_____	c _____
18	Add Column G, Lines 17a through 17c. Write your High Impact Business Investment credit here.						◆ 18 _____

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)
19	a _____	___ / ___	_____	_____	_____	_____	a _____
	b _____	___ / ___	_____	_____	_____	_____	b _____
	c _____	___ / ___	_____	_____	_____	_____	c _____
20	Write any distributive share of enterprise zone investment credit from partnerships and S corporations.						20 _____
21	Add Column G, Lines 19a through 19c, and Line 20. Write your Enterprise Zone Investment Credit here.						◆ 21 _____

Economic Development for a Growing Economy (EDGE) Tax Credit

22	Write the amount of EDGE Tax Credit awarded to you for this tax year under your agreement with DCEO.	22 _____
23	Write any distributive share of EDGE Tax Credit from partnerships and S corporations.	23 _____
24	Add Lines 22 and 23. Write your EDGE Tax Credit here.	◆ 24 _____

Tax Credit for Affordable Housing Donations

25	Write the total amount of your donation to eligible sponsors. _____ x .50 =	25 _____
26	Write any distributive share of Tax Credit for Affordable Housing Donations from partnerships and S corporations.	26 _____
27	Add Lines 25 and 26. Write your Tax Credit for Affordable Housing Donations here.	◆ 27 _____

Environmental Remediation Tax Credit

28	Write the amount of credit remaining from prior years (see instructions).	28 _____
29	Write any distributive share of Environmental Remediation Tax Credit from partnerships and S corporations.	29 _____
30	Add Lines 28 and 29.	30 _____
31	Write the lesser of Line 30 or \$40,000. This is your Environmental Remediation Tax Credit .	◆ 31 _____

Research and Development Credit (Qualifying expenses must be from research activities conducted in Illinois.)

Write the following:	A Base period avg. expenses	B This year's expenses
32	Illinois wages for qualified services (see instructions)	32 _____
33	Illinois cost of supplies	33 _____
34	Illinois rental or lease costs of computers	34 _____
35	65% (.65) of Illinois contract expenses	35 _____
Figure your credit:		
36	Add Lines 32 through 35 of each column. Total Illinois qualifying expenses.	36 _____
37	Subtract Column A, Line 36, from Column B, Line 36. If negative, write zero.	37 _____
38	Multiply Line 37 by 6.5% (.065).	38 _____
39	Write any distributive share of research and development credit from partnerships and S corporations.	39 _____
40	Add Lines 38 and 39. Write your Research and Development Credit here.	◆ 40 _____
41	Add Lines 16, 18, 21, 24, 27, 31, and 40 Write this amount here and in Step 5, Line 63.	→ 41 _____



Step 5: Figure your credit (See instructions before completing this step.)

Figure your credit

- 42 Write your total tax from Form IL-1040, Line 15. 42 _____
- 43 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) 43 _____
- 44 Subtract Line 43 from Line 42. 44 _____
- 45 Write the amount of your current year credits from Step 2, Line 12. 45 _____
- 46 Subtract Line 45 from Line 44. If negative, write zero. 46 _____
- 47 Write the amount from your 2003 Schedule 1299-C, Line 52. 47 _____
- 48 Subtract Line 47 from Line 46. This amount may be negative. 48 _____
- 49 Write the amount from your 2003 Schedule 1299-C, Line 53. 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 Write the amount from your 2003 Schedule 1299-C, Line 54. 51 _____
- 52 If Line 50 is negative, write the amount from Line 51 as a negative number. Otherwise, subtract Line 51 from Line 50. 52 _____
- 53 Write the amount from your 2003 Schedule 1299-C, Line 55. 53 _____
- 54 If Line 52 is negative, write the amount from Line 53 as a negative number. Otherwise, subtract Line 53 from Line 52. 54 _____
- 55 Write the amount from your 2003 Schedule 1299-C, Line 56. 55 _____
- 56 If Line 54 is negative, write the amount from Line 55 as a negative number. Otherwise, subtract Line 55 from Line 54. 56 _____
- 57 Write the amount from your 2003 Schedule 1299-C, Line 57. 57 _____
- 58 If Line 56 is negative, write the amount from Line 57 as a negative number. Otherwise, subtract Line 57 from Line 56. 58 _____
- 59 Write the amount from your 2003 Schedule 1299-C, Line 58. 59 _____
- 60 If Line 58 is negative, write the amount from Line 59 as a negative number. Otherwise, subtract Line 59 from Line 58. 60 _____
- 61 Write the amount from Step 3, Line 15, from this Schedule 1299-C. 61 _____
- 62 If Line 60 is negative, write the amount from Line 61 as a negative number. Otherwise, subtract Line 61 from Line 60. 62 _____
- 63 Write the amount from Step 4, Line 41, from this Schedule 1299-C. 63 _____
- 64 If Line 62 is negative, write the amount from Line 63 as a negative number. Otherwise subtract Line 63 from Line 62. 64 _____

65 Figure the amount of credit to use this year.

Note If the lesser number is negative, write zero.

- a Write the lesser of Line 44 or 45. a _____
- b Write the lesser of Line 46 or 47. b _____
- c Write the lesser of Line 48 or 49. c _____
- d Write the lesser of Line 50 or 51. d _____
- e Write the lesser of Line 52 or 53. e _____
- f Write the lesser of Line 54 or 55. f _____
- g Write the lesser of Line 56 or 57. g _____
- h Write the lesser of Line 58 or 59. h _____
- i Write the lesser of Line 60 or 61. i _____
- j Write the lesser of Line 62 or 63. j _____

Add Lines a through j. Write the result here and on Form IL-1040, Step 7, Line 23. → 65 _____



Step 6: Figure your credit available to be carried forward

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

- 66** *Two-year credit carryforward* that is available for **one** more tax year
- If Line 52 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 50 is negative, write the amount from Line 51 here.
 - If Line 52 is negative, write the amount as a positive number here.
- 66** _____
- 67** *Five-year credit carryforward* that is available for **one** more tax year
- If Line 54 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 52 is negative, write the amount from Line 53 here.
 - If Line 54 is negative, write the amount as a positive number here.
- 67** _____
- 68** *Two-year credit carryforward* that is available for the next **two** tax years
- If Line 62 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 60 is negative, write the amount from Line 61 here.
 - If Line 62 is negative, write the amount as a positive number here.
- 68** _____
- 69** *Five-year credit carryforward* that is available for the next **two** tax years
- If Line 56 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 54 is negative, write the amount from Line 55 here.
 - If Line 56 is negative, write the amount as a positive number here.
- 69** _____
- 70** *Five-year credit carryforward* that is available for the next **three** tax years
- If Line 58 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 56 is negative, write the amount from Line 57 here.
 - If Line 58 is negative, write the amount as a positive number here.
- 70** _____
- 71** *Five-year credit carryforward* that is available for the next **four** tax years
- If Line 60 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 58 is negative, write the amount from Line 59 here.
 - If Line 60 is negative, write the amount as a positive number here.
- 71** _____
- 72** *Five-year credit carryforward* that is available for the next **five** tax years
- If Line 64 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 62 is negative, write the amount from Line 63 here.
 - If Line 64 is negative, write the amount as a positive number here.
- 72** _____