



Illinois Department of Revenue  
**Schedule 1299-C**

Attach to your Form IL-1040.

**Income Tax Subtractions  
and Credits (for individuals)**

\_\_\_\_/\_\_\_\_/\_\_\_\_  
Tax year ending

Write your name as shown on Form IL-1040 \_\_\_\_\_ Write your Social Security number \_\_\_\_\_

**Step 1: Figure your subtraction**

**Enterprise Zone or Foreign Trade Zone (or sub-zone) Dividend Subtraction**

A Corporation's name		B Name of zone	C Dividend amount
1 a	_____	_____	a _____
b	_____	_____	b _____
c	_____	_____	c _____
2	Add Column C, Lines 1a through 1c. Write your <b>dividend subtraction</b> here and on your IL-1040, Line 9. →		2 _____

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

**TECH-PREP Youth Vocational Programs Credit**

3 Write direct payroll expenses and amount for personal services. \_\_\_\_\_ x .20 = 3 \_\_\_\_\_

**Dependent Care Assistance Program Credit**

4 Write the expenses for on-site dependent care. \_\_\_\_\_ x .05 = 4 \_\_\_\_\_

5 Add Lines 3 and 4. Write this amount here and in Step 4, Line 40. → 5 \_\_\_\_\_

**Step 3: Figure your credits (which can 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
6 _____	_____	_____	_____	_____	6 _____

**High Impact Business Investment Credit**

A Description of qualified property	B Placed in service in Illinois	C ACRS class (See instructions)	D New/Used*	E Name of zone	F Basis	G Column F x .5% (.005)
7 a	____/____	_____	_____	_____	_____	a _____
b	____/____	_____	_____	_____	_____	b _____
c	____/____	_____	_____	_____	_____	c _____
8	Add Column G, Lines 7a through 7c. Write your <b>High Impact Business Investment</b> credit here.					8 _____

**Enterprise Zone Investment Credit**

9 a	____/____	_____	_____	_____	_____	a _____
b	____/____	_____	_____	_____	_____	b _____
c	____/____	_____	_____	_____	_____	c _____
10	Write the distributive share of enterprise zone investment credit from partnerships and S corporations.					10 _____
11	Add Column G, Lines 9a through 9c, and Line 10. Write your <b>Enterprise Zone Investment Credit</b> here.					11 _____

**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
12 Illinois wages for qualified services (see instructions)	12 _____	_____
13 Illinois cost of supplies	13 _____	_____
14 Illinois rental or lease costs of computers	14 _____	_____
15 65% (.65) of Illinois contract expenses	15 _____	_____

Figure your credit:

16 Add Lines 12 through 15 of each column. Total Illinois qualifying expenses.	16 _____	_____
17 Subtract Column A, Line 16, from Column B, Line 16. If negative, write zero.	_____	17 _____
18 Multiply Line 17 by 6.5% (.065).	_____	18 _____
19 Write any distributive share of research and development credit from partnerships and S corporations.	_____	19 _____
20 Add Lines 18 and 19. Write your <b>Research and Development Credit</b> here.	_____	20 _____
21 Add Lines 6, 8, 11, and 20. This is your total credits from Page 1. Write here and on Page 2, Line 22.	_____	21 _____



22	Write the total credit amount from Page 1, Step 3, Line 21, here.	22	_____
<b>Economic Development for a Growing Economy (EDGE) Tax Credit</b>			
23	Write the amount of EDGE tax credit awarded to you for this tax year under your agreement with DCCA.	23	_____
24	Write any distributive share of EDGE tax credit from partnerships and S corporations.	24	_____
25	Add Lines 23 and 24. Write your <b>Economic Development for a Growing Economy (EDGE) Tax Credit</b> here.	25	_____
<b>Training Expense Credit</b>			
26	Write the total amount of training expenses. _____ x .016 =	26	_____
27	Write the distributive share of training expense credit from partnerships and S corporations.	27	_____
28	Add Lines 26 and 27. Write your <b>Training Expense Credit</b> here.	28	_____
<b>Tax Credit for Affordable Housing Donations</b>			
29	Write the total amount of your donation to eligible sponsors. _____ x .50 =	29	_____
30	Write any distributive share of tax credit for affordable housing donations from partnerships and S corporations.	30	_____
31	Add Lines 29 and 30. Write your <b>Tax Credit for Affordable Housing Donations</b> here.	31	_____
32	Add Lines 22, 25, 28, and 31. Write this amount here and in Step 4, Line 42.	→ 32	_____

### Step 4: Figure your credit

<b>Figure your credit</b>			
33	Write your total tax from Form IL-1040, Line 16.	33	_____
34	Add the credit amounts from your Form IL-1040, Lines 19, 20b, 21b, and 22b and write the total here.	34	_____
35	Subtract Line 34 from Line 33. If the amount is zero or negative, write zero.	35	_____
36	Write the amount of your <i>two-year credit carryforward</i> from Schedule 1299-C of the previous year (see instructions).	36	_____
37	Subtract Line 36 from Line 35. This amount may be negative.	37	_____
38	Write the amount of your <i>five-year credit carryforward</i> from Schedule 1299-C of the previous year (see instructions).	38	_____
39	If Line 37 is a positive amount, subtract Line 38 from Line 37. If Line 37 is zero or negative, write zero.	39	_____
40	Write the amount from Step 2, Line 5, from this Schedule 1299-C.	40	_____
41	If Line 39 is a positive amount, subtract Line 40 from Line 39. If Line 39 is zero or negative, write zero.	41	_____
42	Write the amount from Step 3, Line 32, from this Schedule 1299-C.	42	_____
43	If Line 41 is a positive amount, subtract Line 42 from Line 41. If Line 41 is zero or negative, write zero.	43	_____
44	<b>Figure the amount of credit to use this year. STOP</b> at the first applicable line below and if <ul style="list-style-type: none"> <li>• Line 35 is zero, write zero here. You are not able to use any of your credits this year.</li> <li>• Line 37 is zero or a negative amount, write the lesser of Lines 35 or 36 here.</li> <li>• Line 39 is zero or a negative amount, add the lesser of Line 37 or Line 38 to Line 36 and write the total here.</li> <li>• Line 41 is zero or a negative amount, add the lesser of Line 39 or 40 to Lines 36 and 38 and write the total here.</li> <li>• Line 43 is greater than zero, add Lines 36, 38, 40, and 42 and write the total here.</li> <li>• Line 43 is a negative amount, add the lesser of Line 41 or 42 to Lines 36, 38, and 40 and write the total here and on your Form IL-1040, Line 23.</li> </ul>	→ 44	_____

### Step 5: Figure your credit available to be carried forward

<b>Two year credit carry forward</b>			
45	<b>Compute the amount of excess credit available to be carried forward two years.</b> STOP at the first applicable line below and if <ul style="list-style-type: none"> <li>• Line 37 is a negative amount, add it as a positive amount to Line 40 and write the total here.</li> <li>• Line 37 is zero, write the amount from Line 40 here.</li> <li>• Line 39 and 41 are zero, write the amount from Line 40 here.</li> <li>• Line 41 is a negative amount, write the amount as a positive amount here.</li> <li>• Line 41 is zero or a positive amount, write zero here and go to Line 46. You do not have any two-year credit available to carry forward.</li> </ul>	45	_____
<b>Five year credit carry forward</b>			
46	<b>Compute the amount of excess credit available to be carried forward five years.</b> STOP at the first applicable line below and if <ul style="list-style-type: none"> <li>• Line 37 is zero or a negative amount, add Lines 38 and 42 and write the total here.</li> <li>• Line 39 is a negative amount, add it as a positive amount to Line 42 and write the total here.</li> <li>• Line 39 is zero, write the amount from Line 42 here.</li> <li>• Lines 41 and 43 are zero or negative, write the amount from Line 42 here.</li> <li>• Line 43 is a negative amount, write the amount as a positive amount here.</li> <li>• Line 43 is zero or a positive amount. You do not have any five-year credit available to carry forward.</li> </ul>	46	_____

