



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.

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.

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.

Step 1: Figure your subtractions

Enterprise Zone Dividend Subtraction

Table with 3 columns: A Corporation's name, B Name of zone, C Dividend amount. Includes lines 1-3 for Enterprise Zone Dividend Subtraction and lines 4-7 for High Impact Business Dividend Subtraction.

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 =

Dependent Care Assistance Program Credit

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

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

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

Jobs Tax Credit

Table with 6 columns: 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. Includes line 11.

High Impact Business Investment Credit

Table with 7 columns: A Description of qualified property, B Placed in service in Illinois, C ACRS class, D New/Used, E Name of zone, F Basis, G Column F x .5% (.005). Includes lines 12-14.



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** _____



Step 5: Figure your credit available to be carried forward

To figure each credit amount,  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** _____