



Write your name as shown on your Form IL-1040.

Write your Social Security number.

Read this information before completing this form:

General Information

To correctly complete your 2006 Schedule 1299-C, you must refer to your 2005 Schedule 1299-C, Step 5 to determine the amount of available credit carryforward that you may use on this 2006 Schedule 1299-C.

What's new for this year?

River Edge Redevelopment Zones are now included in Enterprise Zone Dividend Subtractions and Enterprise Zone Investment Credits. The River Edge Redevelopment Zone Remediation Credit is a new credit effective for tax years ending on or after December 31, 2006. See the instructions for more information.

Step 1: Figure your subtractions

Enterprise Zone or River Edge Redevelopment 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, B, C. Rows 4a-c, 5, 6, 7.

Step 2: Figure your credits

Section A - Credits which may be carried forward for two years

TECH-PREP Youth Vocational Programs Credit

1 Write direct payroll expenses and amount for personal services. x .20 = 1

Dependent Care Assistance Program Credit

2 Write the expenses for on-site dependent care. x .05 = 2

3 Add Step 2, Lines 1 and 2. Write this amount here and in Step 3, Line 18.

Section B - Credits which may be carried forward for five years

Film Production Services Tax Credit

4 Write the amount of available credit from the tax credit certificate you received from the Department of Commerce and Economic Opportunity (DCEO) or that was transferred to you (see instructions). 4

5 Write any distributive share of Film Production Services Tax Credit from partnerships and S corporations. 5

6 Add Step 2, Lines 4 and 5. This is your Film Production Services Tax Credit. 6



Jobs Tax Credit

A	B	C	D	E	F
Name of zone	No. of employees this year	No. of employees at end of base year	Col. B — Col. C	Eligible employees included in Col. D	Column E x \$500
7 _____	_____	_____	_____	_____	7 _____

High Impact Business Investment Credit

A	B	C	D	E	F	G
Description of qualified property	Placed in service in Illinois Month Year	ACRS class	New/Used (See instructions)	Name of zone	Basis	Column F x .5% (.005)
8 a _____	____/____	_____	_____	[REDACTED]	_____	a _____
b _____	____/____	_____	_____		b _____	
c _____	____/____	_____	_____		c _____	
9 Add Step 2, Column G, Lines 8a through 8c. This is your High Impact Business Investment Credit .					◆	9 _____

Enterprise Zone or River Edge Redevelopment Zone Investment Credit

A	B	C	D	E	F	G	H
Description of qualified property	Placed in service in IL Month Year	ACRS class	New/Used (See instructions)	Name of zone	Basis	Rate (See instructions)	Column F x Column G
10 a _____	____/____	_____	_____	_____	_____	_____	a _____
b _____	____/____	_____	_____	_____	_____	_____	b _____
c _____	____/____	_____	_____	_____	_____	_____	c _____
11 Write any distributive share of Enterprise Zone or River Edge Redevelopment Zone Investment Credit from partnerships and S corporations.							11 _____
12 Add Step 2, Column H, Lines 10a through 10c, and Line 11. This is your Enterprise Zone or River Edge Redevelopment Zone Investment Credit .							◆ 12 _____

Economic Development for a Growing Economy (EDGE) Tax Credit

13 Write the amount of EDGE Tax Credit awarded to you for this tax year under your agreement with DCEO.	13 _____
14 Write any distributive share of EDGE Tax Credit from partnerships and S corporations.	14 _____
15 Add Step 2, Lines 13 and 14. This is your EDGE Tax Credit .	◆ 15 _____

Tax Credit for Affordable Housing Donations

16 Write the total amount of your donation to eligible sponsors. _____ x .50 =	16 _____
17 Write any distributive share of Tax Credit for Affordable Housing Donations from partnerships and S corporations.	17 _____
18 Add Step 2, Lines 16 and 17. This is your Tax Credit for Affordable Housing Donations .	◆ 18 _____

Environmental Remediation Tax Credit

19 Write the amount of credit remaining from prior years (see instructions).	19 _____
20 Write any distributive share of Environmental Remediation Tax Credit from partnerships and S corporations.	20 _____
21 Add Step 2, Lines 19 and 20.	21 _____
22 Write the lesser of Step 2, Line 21 or \$40,000. This is your Environmental Remediation Tax Credit .	◆ 22 _____

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
23 Illinois wages for qualified services (see instructions)	23 _____	_____
24 Illinois cost of supplies	24 _____	_____
25 Illinois rental or lease costs of computers	25 _____	_____
26 65% (.65) of Illinois contract expenses	26 _____	_____
Figure your credit:		
27 Add Step 2, Lines 23 through 26 of each column. Total Illinois qualifying expenses.	27 _____	_____
28 Subtract Step 2, Column A, Line 27, from Column B, Line 27. If negative, write zero.		28 _____
29 Multiply Step 2, Line 28 by 6.5% (.065).		29 _____
30 Write any distributive share of Research and Development Credit from partnerships and S corporations.		30 _____
31 Add Step 2, Lines 29 and 30. This is your Research and Development Credit .		◆ 31 _____



■ River Edge Redevelopment Zone Remediation Credit

A Name of Zone	B Total Unreimbursed Remediation Costs in Excess of \$100,000	C Rate	D Column B x Column C
32 a _____	_____	25% (.25)	a _____
b _____	_____	25% (.25)	b _____
c _____	_____	25% (.25)	c _____
33 Write the amount of River Edge Redevelopment Zone Remediation Credit transferred to you.			33 _____
34 Add Step 2, Column D, Lines 32a through 32c and Line 33. This is your River Edge Redevelopment Zone Remediation Credit .			◆ 34 _____
■ Total Five-year Credits			
35 Add Step 2, Lines 6, 7, 9, 12, 15, 18, 22, 31, and 34. Write this amount here and in Step 3, Line 20.			35 _____

Step 3: Figure your credit (See instructions before completing this step.)

■ Figure your credit

 All line references in this Step refer to Step 3 of this schedule unless otherwise noted.

- 1 Write your total tax from Form IL-1040, Line 16. 1 _____
- 2 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) 2 _____
- 3 Subtract Line 2 from Line 1. 3 _____
- 4 Write the amount from your 2005 Schedule 1299-C, Line 60. 4 _____
- 5 Subtract Line 4 from Line 3. This amount may be negative. 5 _____
- 6 Write the amount from your 2005 Schedule 1299-C, Line 61. 6 _____
- 7 If Line 5 is negative, write the amount from Line 6 as a negative number. Otherwise, subtract Line 6 from Line 5. 7 _____
- 8 Write the amount from your 2005 Schedule 1299-C, Line 62. 8 _____
- 9 If Line 7 is negative, write the amount from Line 8 as a negative number. Otherwise, subtract Line 8 from Line 7. 9 _____
- 10 Write the amount from your 2005 Schedule 1299-C, Line 63. 10 _____
- 11 If Line 9 is negative, write the amount from Line 10 as a negative number. Otherwise, subtract Line 10 from Line 9. 11 _____
- 12 Write the amount from your 2005 Schedule 1299-C, Line 64. 12 _____
- 13 If Line 11 is negative, write the amount from Line 12 as a negative number. Otherwise, subtract Line 12 from Line 11. 13 _____
- 14 Write the amount from your 2005 Schedule 1299-C, Line 65. 14 _____
- 15 If Line 13 is negative, write the amount from Line 14 as a negative number. Otherwise, subtract Line 14 from Line 13. 15 _____
- 16 Write the amount from your 2005 Schedule 1299-C, Line 66. 16 _____
- 17 If Line 15 is negative, write the amount from Line 16 as a negative number. Otherwise, subtract Line 16 from Line 15. 17 _____
- 18 Write the amount from Step 2, Line 3, from this Schedule 1299-C. 18 _____
- 19 If Line 17 is negative, write the amount from Line 18 as a negative number. Otherwise, subtract Line 18 from Line 17. 19 _____
- 20 Write the amount from Step 2, Line 35, from this Schedule 1299-C. 20 _____
- 21 If Line 19 is negative, write the amount from Line 20 as a negative number. Otherwise subtract Line 20 from Line 19. 21 _____

22 Figure the amount of credit to use this year.

 If the lesser number is negative, write zero.

- a Write the lesser of Line 3 or 4. a _____
- b Write the lesser of Line 5 or 6. b _____
- c Write the lesser of Line 7 or 8. c _____
- d Write the lesser of Line 9 or 10. d _____
- e Write the lesser of Line 11 or 12. e _____
- f Write the lesser of Line 13 or 14. f _____
- g Write the lesser of Line 15 or 16. g _____
- h Write the lesser of Line 17 or 18. h _____
- i Write the lesser of Line 19 or 20. i _____

Add Lines 22a through 22i. Write the result here and on Form IL-1040, Step 7, Line 23. → 22 _____

Step 4: Figure your credit available to be carried forward (Keep a copy of this page in your files. You will need it to complete next year's Schedule 1299-C.)

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

 All line references in this Step refer to Step 3 of this schedule.

- 1** *Two-year credit carryforward* that is available for **one** more tax year
 - If Line 9 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 7 is negative, write the amount from Line 8 here.
 - If Line 9 is negative, write the amount as a positive number here.**1** _____

 - 2** *Five-year credit carryforward* that is available for **one** more tax year
 - If Line 11 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 9 is negative, write the amount from Line 10 here.
 - If Line 11 is negative, write the amount as a positive number here.**2** _____

 - 3** *Two-year credit carryforward* that is available for the next **two** tax years
 - If Line 19 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 17 is negative, write the amount from Line 18 here.
 - If Line 19 is negative, write the amount as a positive number here.**3** _____

 - 4** *Five-year credit carryforward* that is available for the next **two** tax years
 - If Line 13 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 11 is negative, write the amount from Line 12 here.
 - If Line 13 is negative, write the amount as a positive number here.**4** _____

 - 5** *Five-year credit carryforward* that is available for the next **three** tax years
 - If Line 15 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 13 is negative, write the amount from Line 14 here.
 - If Line 15 is negative, write the amount as a positive number here.**5** _____

 - 6** *Five-year credit carryforward* that is available for the next **four** tax years
 - If Line 17 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 15 is negative, write the amount from Line 16 here.
 - If Line 17 is negative, write the amount as a positive number here.**6** _____

 - 7** *Five-year credit carryforward* that is available for the next **five** tax years
 - If Line 21 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 19 is negative, write the amount from Line 20 here.
 - If Line 21 is negative, write the amount as a positive number here.**7** _____
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