



Illinois Department of Revenue
Schedule 1299-C **Income Tax Subtractions and Credits (for individuals)**

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

2007
 or fiscal year ending ____ / 0 8
 IL Attachment No. 3

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 2007 Schedule 1299-C, you must refer to your 2006 Schedule 1299-C, Step 5 to determine the amount of available credit carryforward that you may use on this 2007 Schedule 1299-C.

What's new for this year?

The Ex-Felons Jobs Credit and the Veterans Jobs Credit are new credits in effect for tax years beginning on or after January 1, 2007. See the instructions for more information.

The Environmental Remediation Tax Credit is no longer available, and has been removed from Schedule 1299-C.

Step 1: Figure your subtractions

Enterprise Zone or River Edge Redevelopment Zone Dividend Subtraction

A	B	C
Corporation's name	Name of zone	Dividend amount
1 a _____	_____	a _____
b _____	_____	b _____
c _____	_____	c _____
2 Write any distributive share of enterprise zone or river edge redevelopment zone subtractions from partnerships and S corporations.		2 _____
3 Add Step 1, 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 Step 1, Column C, Lines 4a through 4c and Line 5, and write the total here.		◆ 6 _____
7 Add Step 1, Lines 3 and 6. Write your total dividend subtraction here and on your Schedule M, Line 21.		→ 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. → 3 _____

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 minus Col. C	Eligible employees included in Col. D	Column E x \$500
7 _____	_____	_____	_____	_____	◆ 7 _____



High Impact Business Investment Credit

	A Description of qualified property	B Placed in service in Illinois Month Year	C ACRS class	D New/Used (See instructions)	E Name of zone	F Basis	G Column F x .5% (.005)
8 a	_____	___/___	_____	_____		_____	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 Description of qualified property	B Placed in service in IL Month Year	C ACRS class	D New/Used (See instructions)	E Name of zone	F Basis	G Rate (See instructions)	H 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**

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
19	_____	_____
20	_____	_____
21	_____	_____
22	_____	_____

Figure your credit:

23 Add Step 2, Lines 19 through 22 of each column. Total Illinois qualifying expenses. **23**

24 Subtract Step 2, Column A, Line 23, from Column B, Line 23. If negative, write zero. **24**

25 Multiply Step 2, Line 24 by 6.5% (.065). **25**

26 Write any distributive share of Research and Development Credit from partnerships and S corporations. **26**

27 Add Step 2, Lines 25 and 26. This is your **Research and Development Credit**. **27**

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
28 a	_____	_____	25% (.25)	a _____
b	_____	_____	25% (.25)	b _____
c	_____	_____	25% (.25)	c _____

29 Write the amount of River Edge Redevelopment Zone Remediation Credit transferred to you. **29**

30 Add Step 2, Column D, Lines 28a through 28c and Line 29. This is your **River Edge Redevelopment Zone Remediation Credit**. **30**

Ex-Felons Jobs Credit

	A Name	B SSN	C Date hired	D Qualified wages	E Column D x 5%	F Max credit	G Prior credit	H Column F minus Column G	I Write the lesser of Column E or H
31 a	_____	_____	___/___	_____	_____	\$600	_____	_____	a _____
b	_____	_____	___/___	_____	_____	\$600	_____	_____	b _____
c	_____	_____	___/___	_____	_____	\$600	_____	_____	c _____

32 Write any distributive share of Ex-Felons Jobs Credit from partnerships and S corporations. **32**

33 Add Step 2, Column I, Lines 31a through 31c and Line 32. This is your **Ex-Felons Jobs Credit**. **33**

■ Veterans Jobs Credit

	A Name	B SSN	C Qualified wages	D Column C x 5%	E Maximum credit	F Write the lesser of Column D or E
34	a _____	_____	_____	_____	\$600	a _____
	b _____	_____	_____	_____	\$600	b _____
	c _____	_____	_____	_____	\$600	c _____
35	Write any distributive share of Veterans Jobs Credit from partnerships and S corporations.					35 _____
36	Add Step 2, Column F, Lines 34a through 34c and Line 35. This is your Veterans Jobs Credit .					◆ 36 _____

■ Total Five-year Credits

37 Add Step 2, Lines 6, 7, 9, 12, 15, 18, 27, 30, 33, and 36. Write this amount here and in Step 3, Line 20. **37** _____

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

■ Figure your credit

Note 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, and 21b, and write the total here. **2** _____
- 3 Subtract Line 2 from Line 1. **3** _____
- 4 Write the amount from your 2006 Schedule 1299-C, Step 4, Line 1. **4** _____
- 5 Subtract Line 4 from Line 3. This amount may be negative. **5** _____
- 6 Write the amount from your 2006 Schedule 1299-C, Step 4, Line 2. **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 2006 Schedule 1299-C, Step 4, Line 3. **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 2006 Schedule 1299-C, Step 4, Line 4. **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 2006 Schedule 1299-C, Step 4, Line 5. **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 2006 Schedule 1299-C, Step 4, Line 6. **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 2006 Schedule 1299-C, Step 4, Line 7. **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 37, 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.

Note 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.

Note 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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