

SB1563



100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

SB1563

Introduced 2/9/2017, by Sen. Bill Cunningham

SYNOPSIS AS INTRODUCED:

35 ILCS 5/250.1 new
35 ILCS 10/5-95 new

Amends the Illinois Income Tax Act and the Economic Development for a Growing Economy Tax Credit Act. Provides that no tax credit may be granted under either of those Acts for any publicly traded company that reports a pay ratio between its chief executive officer's compensation and its employees' median pay of more than 200:1 on a disclosure filed with the United States Securities and Exchange Commission during the taxable year in accordance with the pay ratio disclosure requirement of the Dodd-Frank Wall Street Reform and Consumer Protection Act.

LRB100 07931 HLH 18004 b

FISCAL NOTE ACT
MAY APPLY

A BILL FOR

1 AN ACT concerning revenue.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Illinois Income Tax Act is amended by adding
5 Section 250.1 as follows:

6 (35 ILCS 5/250.1 new)

7 Sec. 250.1. Tax credits prohibited; pay ratio. On and after
8 the effective date of this amendatory Act of the 100th General
9 Assembly, no tax credit may be granted under this Article 2 or
10 the Economic Development for a Growing Economy Tax Credit Act
11 for any publicly traded company that reports a pay ratio
12 between its chief executive officer's compensation and its
13 employees' median pay of more than 200:1 on a disclosure filed
14 with the United States Securities and Exchange Commission
15 during the taxable year in accordance with the pay ratio
16 disclosure requirement of the Dodd-Frank Wall Street Reform and
17 Consumer Protection Act.

18 Section 10. The Economic Development for a Growing Economy
19 Tax Credit Act is amended by adding Section 5-95 as follows:

20 (35 ILCS 10/5-95 new)

21 Sec. 5-95. Tax credits prohibited; pay ratio. On and after

1 the effective date of this amendatory Act of the 100th General
2 Assembly, no tax credit may be granted under this Act or under
3 Article 2 of the Illinois Income Tax Act for any publicly
4 traded company that reports a pay ratio between its chief
5 executive officer's compensation and its employees' median pay
6 of more than 200:1 on a disclosure filed with the United States
7 Securities and Exchange Commission during the taxable year in
8 accordance with the pay ratio disclosure requirement of the
9 Dodd-Frank Wall Street Reform and Consumer Protection Act.