

# HB0390



## 100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

HB0390

by Rep. Thomas M. Bennett

### SYNOPSIS AS INTRODUCED:

35 ILCS 5/224 new

Amends the Illinois Income Tax Act. Creates a credit in an amount equal to 10% of the stipend or salary paid by the taxpayer to up to (i) 5 qualified college interns or (ii) 5 qualified high school interns during the taxable year. Provides that no taxpayer may claim more than \$5,000 in total credits under that Section for all taxable years combined. Provides that the credit is exempt from the Act's automatic sunset provision. Effective immediately.

LRB100 05524 HLH 15537 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 224 as follows:

6 (35 ILCS 5/224 new)

7 Sec. 224. Credit for internship employment.

8 (a) For each taxable year ending on or after December 31,  
9 2016, each taxpayer is entitled to a credit against the tax  
10 imposed by subsections (a) and (b) of Section 201 of this Act  
11 in an amount equal to 10% of the stipend or salary paid by the  
12 taxpayer to up to (i) 5 qualified college interns or (ii) 5  
13 qualified high school interns during the taxable year. No  
14 taxpayer may claim more than \$5,000 in total credits under this  
15 Section for all taxable years combined. For partners,  
16 shareholders of Subchapter S corporations, and owners of  
17 limited liability companies, if the liability company is  
18 treated as a partnership for purposes of federal and State  
19 income taxation, there shall be allowed a credit under this  
20 Section to be determined in accordance with the determination  
21 of income and distributive share of income under Sections 702  
22 and 704 and Subchapter S of the Internal Revenue Code.

23 (b) For purposes of this Section:

1       "Qualified college intern" means an enrolled student at an  
2       Illinois institution of higher education or a vocational  
3       technical education program (i) who is seeking a degree or  
4       certification of completion in a major field of study closely  
5       related to the work experience performed for the taxpayer, (ii)  
6       whose internship is taken for academic credit or counts toward  
7       the completion of a vocational technical education program,  
8       (iii) who is supervised and evaluated by the taxpayer, and (iv)  
9       whose position is located in Illinois.

10       "Qualified high school intern" means an enrolled student in  
11       an Illinois high school whose internship is (i) taken for  
12       academic credit or counts toward the completion of an education  
13       program, (ii) supervised and evaluated by the taxpayer, and  
14       (iii) located in Illinois.

15       (c) In no event shall a credit under this Section reduce  
16       the taxpayer's liability to less than zero. If the amount of  
17       the credit exceeds the taxpayer's liability for the taxable  
18       year, the excess credit amounts may not be carried forward,  
19       carried back, or refunded to the taxpayer.

20       (d) This Section is exempt from the provisions of Section  
21       250.

22       Section 99. Effective date. This Act takes effect upon  
23       becoming law.