

HB0779



102ND GENERAL ASSEMBLY

State of Illinois

2021 and 2022

HB0779

Introduced 2/10/2021, by Rep. Patrick Windhorst

SYNOPSIS AS INTRODUCED:

35 ILCS 200/15-169

Amends the Property Tax Code. Provides that the homestead exemption for veterans with disabilities carries over to the benefit of the veteran's surviving spouse if the veteran resided outside of the State but otherwise qualified for the exemption at the time of his or her death and the surviving spouse relocates to Illinois after the death of the veteran. Effective immediately.

LRB102 10620 HLH 15949 b

FISCAL NOTE ACT
MAY APPLY

HOUSING
AFFORDABILITY
IMPACT 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 Property Tax Code is amended by changing
5 Section 15-169 as follows:

6 (35 ILCS 200/15-169)

7 Sec. 15-169. Homestead exemption for veterans with
8 disabilities.

9 (a) Beginning with taxable year 2007, an annual homestead
10 exemption, limited to the amounts set forth in subsections (b)
11 and (b-3), is granted for property that is used as a qualified
12 residence by a veteran with a disability.

13 (b) For taxable years prior to 2015, the amount of the
14 exemption under this Section is as follows:

15 (1) for veterans with a service-connected disability
16 of at least (i) 75% for exemptions granted in taxable
17 years 2007 through 2009 and (ii) 70% for exemptions
18 granted in taxable year 2010 and each taxable year
19 thereafter, as certified by the United States Department
20 of Veterans Affairs, the annual exemption is \$5,000; and

21 (2) for veterans with a service-connected disability
22 of at least 50%, but less than (i) 75% for exemptions
23 granted in taxable years 2007 through 2009 and (ii) 70%

1 for exemptions granted in taxable year 2010 and each
2 taxable year thereafter, as certified by the United States
3 Department of Veterans Affairs, the annual exemption is
4 \$2,500.

5 (b-3) For taxable years 2015 and thereafter:

6 (1) if the veteran has a service connected disability
7 of 30% or more but less than 50%, as certified by the
8 United States Department of Veterans Affairs, then the
9 annual exemption is \$2,500;

10 (2) if the veteran has a service connected disability
11 of 50% or more but less than 70%, as certified by the
12 United States Department of Veterans Affairs, then the
13 annual exemption is \$5,000; and

14 (3) if the veteran has a service connected disability
15 of 70% or more, as certified by the United States
16 Department of Veterans Affairs, then the property is
17 exempt from taxation under this Code.

18 (b-5) If a homestead exemption is granted under this
19 Section and the person awarded the exemption subsequently
20 becomes a resident of a facility licensed under the Nursing
21 Home Care Act or a facility operated by the United States
22 Department of Veterans Affairs, then the exemption shall
23 continue (i) so long as the residence continues to be occupied
24 by the qualifying person's spouse or (ii) if the residence
25 remains unoccupied but is still owned by the person who
26 qualified for the homestead exemption.

1 (c) The tax exemption under this Section carries over to
2 the benefit of the veteran's surviving spouse as long as the
3 spouse holds the legal or beneficial title to the homestead,
4 permanently resides thereon, and does not remarry. If the
5 surviving spouse sells the property, an exemption not to
6 exceed the amount granted from the most recent ad valorem tax
7 roll may be transferred to his or her new residence as long as
8 it is used as his or her primary residence and he or she does
9 not remarry. The tax exemption under this Section also carries
10 over to the benefit of the veteran's surviving spouse if the
11 veteran resided outside of the State but otherwise qualified
12 for the exemption at the time of his or her death and the
13 surviving spouse relocates to Illinois after the death of the
14 veteran.

15 (c-1) Beginning with taxable year 2015, nothing in this
16 Section shall require the veteran to have qualified for or
17 obtained the exemption before death if the veteran was killed
18 in the line of duty.

19 (d) The exemption under this Section applies for taxable
20 year 2007 and thereafter. A taxpayer who claims an exemption
21 under Section 15-165 or 15-168 may not claim an exemption
22 under this Section.

23 (e) Each taxpayer who has been granted an exemption under
24 this Section must reapply on an annual basis. Application must
25 be made during the application period in effect for the county
26 of his or her residence. The assessor or chief county

1 assessment officer may determine the eligibility of
2 residential property to receive the homestead exemption
3 provided by this Section by application, visual inspection,
4 questionnaire, or other reasonable methods. The determination
5 must be made in accordance with guidelines established by the
6 Department.

7 (e-1) If the person qualifying for the exemption does not
8 occupy the qualified residence as of January 1 of the taxable
9 year, the exemption granted under this Section shall be
10 prorated on a monthly basis. The prorated exemption shall
11 apply beginning with the first complete month in which the
12 person occupies the qualified residence.

13 (f) For the purposes of this Section:

14 "Qualified residence" means real property, but less any
15 portion of that property that is used for commercial purposes,
16 with an equalized assessed value of less than \$250,000 that is
17 the primary residence of a veteran with a disability. Property
18 rented for more than 6 months is presumed to be used for
19 commercial purposes.

20 "Veteran" means an Illinois resident who has served as a
21 member of the United States Armed Forces on active duty or
22 State active duty, a member of the Illinois National Guard, or
23 a member of the United States Reserve Forces and who has
24 received an honorable discharge.

25 (Source: P.A. 99-143, eff. 7-27-15; 99-375, eff. 8-17-15;
26 99-642, eff. 7-28-16; 100-869, eff. 8-14-18.)

1 Section 99. Effective date. This Act takes effect upon
2 becoming law.