



102ND GENERAL ASSEMBLY

State of Illinois

2021 and 2022

HB1498

Introduced 2/17/2021, by Rep. Emanuel Chris Welch

SYNOPSIS AS INTRODUCED:

35 ILCS 5/404

from Ch. 120, par. 4-404

Amends the Illinois Income Tax Act. Makes a technical change in a Section concerning adjustments to base income by the Director of Revenue.

LRB102 03514 HLH 13527 b

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
5 changing Section 404 as follows:

6 (35 ILCS 5/404) (from Ch. 120, par. 4-404)

7 Sec. 404. Reallocation of Items.

8 (a) If it appears to the ~~the~~ Director that any agreement,
9 understanding or arrangement exists between any persons which
10 causes any person's base income allocable to this State to be
11 improperly or inaccurately reflected, the Director may adjust
12 such items of income and deduction, and any factor taken into
13 account in allocating income to this State, to such extent as
14 may reasonably be required to determine the base income of
15 such person properly allocable to this State.

16 (b) The Director may not make an adjustment to base income
17 under this Section that has the same effect as retroactively
18 applying any amendments to this Act made by Public Act
19 93-0840, Public Act 95-0233, or Public Act 95-0707.

20 (Source: P.A. 95-948, eff. 8-29-08.)