

# SB4186



## 102ND GENERAL ASSEMBLY

### State of Illinois

2021 and 2022

SB4186

Introduced 3/4/2022, by Sen. Jil Tracy, Sally J. Turner, Dan McConchie, Steve McClure and Win Stoller

#### SYNOPSIS AS INTRODUCED:

35 ILCS 5/232 new

Amends the Illinois Income Tax Act. Creates a child care credit in an amount equal to 25% of the federal tax credit for each qualifying child. Effective immediately.

LRB102 26489 HLH 37003 b

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  
5 adding Section 232 as follows:

6 (35 ILCS 5/232 new)

7 Sec. 232. Child care credit.

8 (a) For taxable years beginning on or after January 1,  
9 2022, each qualified individual taxpayer is entitled to a  
10 credit against the tax imposed by subsections (a) and (b) of  
11 Section 201 in an amount equal to 25% of the federal tax credit  
12 allowed to the taxpayer for each qualifying child for the  
13 taxable year under Section 24 of the federal Internal Revenue  
14 Code.

15 For a non-resident or part-year resident, the amount of  
16 the credit under this Section shall be in proportion to the  
17 amount of income attributable to this State.

18 (b) If the amount of the credit exceeds the income tax  
19 liability for the applicable tax year, then the excess credit  
20 shall be refunded to the taxpayer. The amount of any refunded  
21 credit under this Section shall not be included in the  
22 taxpayer's income or resources for the purposes of determining  
23 eligibility or benefit level in any means-tested benefit

1 program administered by a governmental entity, unless required  
2 by federal law.

3 (c) For purposes of this Section:

4 "Qualified individual taxpayer" means a taxpayer who  
5 may claim one or more qualifying children as dependents  
6 and whose federal adjusted gross income is less than or  
7 equal to the threshold amount, as defined in Section 24 of  
8 the Internal Revenue Code.

9 "Qualifying child" means a child who is 13 years of  
10 age or younger and who may be claimed as a dependent on the  
11 taxpayer's federal income tax return under the Internal  
12 Revenue Code.

13 (d) This Section is exempt from the provisions of Section  
14 250.

15 Section 99. Effective date. This Act takes effect upon  
16 becoming law.