



## 103RD GENERAL ASSEMBLY

### State of Illinois

2023 and 2024

HB1350

Introduced 1/31/2023, by Rep. Katie Stuart

#### SYNOPSIS AS INTRODUCED:

35 ILCS 5/234 new

Amends the Illinois Income Tax Act. Creates an income tax credit for taxpayers who are caregivers of a veteran with a disability. Provides that the credit shall be in an amount equal to 5% of the costs incurred in caring for the veteran, not to exceed \$1,000 in credits in any taxable year. Effective immediately.

LRB103 25766 HLH 52115 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 adding Section 234 as follows:

6 (35 ILCS 5/234 new)

7 Sec. 234. Caregiver credit.

8 (a) For taxable years ending on or after December 31,  
9 2024, each taxpayer who is an eligible caregiver of a veteran  
10 with a disability is entitled to a credit against the tax  
11 imposed by subsections (a) and (b) of Section 201 in an amount  
12 equal to 5% of the costs incurred in caring for the veteran,  
13 not to exceed \$1,000 in credits in any taxable year.

14 (b) In no event shall a credit under this Section reduce a  
15 taxpayer's liability to less than zero. If the amount of  
16 credit exceeds the tax liability for the year, the excess may  
17 be carried forward and applied to the tax liability for the 5  
18 taxable years following the excess credit year. The tax credit  
19 shall be applied to the earliest year for which there is a tax  
20 liability. If there are credits for more than one year that are  
21 available to offset liability, the earlier credit shall be  
22 applied first.

23 (c) As used in this Section:

1       "Costs incurred" means expenditures for the following:  
2       respite care; counseling or support groups; training related  
3       to caring for a veteran with disability; travel related to  
4       caring for the veteran; technology that assists in providing  
5       care; and medical and hygiene items used by the veteran.

6       "Eligible caregiver" means a family member or paid worker  
7       who provides care for a qualified veteran with a disability  
8       and assists with performing the activities of daily life.

9       "Veteran" means an Illinois resident who has served as a  
10       member of the United States Armed Forces on active duty or  
11       State active duty, a member of the Illinois National Guard, or  
12       a member of the United States Reserve Forces who has received  
13       an honorable discharge.

14       "Veteran with a disability" means a veteran with a  
15       service-connected disability, as certified by the United  
16       States Department of Veterans Affairs.

17       (d) This Section is exempt from the provisions of Section  
18       250.

19       Section 99. Effective date. This Act takes effect upon  
20       becoming law.