



## 103RD GENERAL ASSEMBLY

### State of Illinois

2023 and 2024

HB4405

Introduced 1/16/2024, by Rep. Chris Miller

#### SYNOPSIS AS INTRODUCED:

35 ILCS 5/208

from Ch. 120, par. 2-208

Amends the Illinois Income Tax Act. Provides that, for tax years ending on or after December 31, 2024, the credit for residential real property taxes is (i) 75% of the real property taxes paid by the taxpayer if the taxpayer is younger than 51 years of age on the last day of the tax year and (ii) 50% of the real property taxes paid by the taxpayer if the taxpayer is 51 years of age or older on the last day of the tax year. Provides that the credit is permanent. Effective immediately.

LRB103 36116 HLH 66207 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 208 as follows:

6 (35 ILCS 5/208) (from Ch. 120, par. 2-208)

7 Sec. 208. Tax credit for residential real property taxes.

8 (a) Beginning with tax years ending on or after December  
9 31, 1991, every individual taxpayer shall be entitled to a tax  
10 credit equal to the creditable percentage ~~5%~~ of real property  
11 taxes paid by such taxpayer during the taxable year on the  
12 principal residence of the taxpayer. In the case of multi-unit  
13 or multi-use structures and farm dwellings, the taxes on the  
14 taxpayer's principal residence shall be that portion of the  
15 total taxes which is attributable to such principal residence.  
16 Notwithstanding any other provision of law, for taxable years  
17 beginning on or after January 1, 2017 and ending prior to  
18 December 31, 2024, no taxpayer may claim a credit under this  
19 Section if the taxpayer's adjusted gross income for the  
20 taxable year exceeds (i) \$500,000, in the case of spouses  
21 filing a joint federal tax return, or (ii) \$250,000, in the  
22 case of all other taxpayers.

23 (b) As used in this Section:

1 "Creditable percentage" means:

2 (1) 5% for tax years ending prior to December 31,  
3 2024; and

4 (2) for tax years ending on or after December 31,  
5 2024:

6 (A) 75% if the taxpayer is younger than 51 years of  
7 age on the last day of the tax year; and

8 (B) 50% if the taxpayer is 51 years of age or older  
9 on the last day of the tax year.

10 If the taxpayer is married filing a joint return, then the  
11 creditable percentage under item (2) shall be based on the age  
12 of the oldest spouse.

13 (c) For tax years ending on or after December 31, 2025, the  
14 credit under this Section may be taken for only one residence  
15 per taxpayer. If the taxpayer is married filing a joint  
16 return, then the spouses may take a credit for only one  
17 residence jointly.

18 (d) This Section is exempt from the provisions of Section  
19 250.

20 (Source: P.A. 101-8, see Section 99 for effective date;  
21 102-558, eff. 8-20-21.)

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