

# SB0330



## 103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

SB0330

Introduced 2/2/2023, by Sen. Sue Rezin

### SYNOPSIS AS INTRODUCED:

35 ILCS 5/204

from Ch. 120, par. 2-204

Amends the Illinois Income Tax Act. Provides that the additional standard exemption for taxpayers who have attained the age of 65 before the end of the taxable year and spouses of such taxpayers is \$2,000 for taxable years beginning on or after January 1, 2024 (currently, \$1,000). Effective immediately.

LRB103 27688 HLH 54065 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 changing Section 204 as follows:

6 (35 ILCS 5/204) (from Ch. 120, par. 2-204)

7 Sec. 204. Standard exemption.

8 (a) Allowance of exemption. In computing net income under  
9 this Act, there shall be allowed as an exemption the sum of the  
10 amounts determined under subsections (b), (c) and (d),  
11 multiplied by a fraction the numerator of which is the amount  
12 of the taxpayer's base income allocable to this State for the  
13 taxable year and the denominator of which is the taxpayer's  
14 total base income for the taxable year.

15 (b) Basic amount. For the purpose of subsection (a) of  
16 this Section, except as provided by subsection (a) of Section  
17 205 and in this subsection, each taxpayer shall be allowed a  
18 basic amount of \$1000, except that for corporations the basic  
19 amount shall be zero for tax years ending on or after December  
20 31, 2003, and for individuals the basic amount shall be:

21 (1) for taxable years ending on or after December 31,  
22 1998 and prior to December 31, 1999, \$1,300;

23 (2) for taxable years ending on or after December 31,

1 1999 and prior to December 31, 2000, \$1,650;

2 (3) for taxable years ending on or after December 31,  
3 2000 and prior to December 31, 2012, \$2,000;

4 (4) for taxable years ending on or after December 31,  
5 2012 and prior to December 31, 2013, \$2,050;

6 (5) for taxable years ending on or after December 31,  
7 2013 and on or before December 31, 2023, \$2,050 plus the  
8 cost-of-living adjustment under subsection (d-5).

9 For taxable years ending on or after December 31, 1992, a  
10 taxpayer whose Illinois base income exceeds the basic amount  
11 and who is claimed as a dependent on another person's tax  
12 return under the Internal Revenue Code shall not be allowed  
13 any basic amount under this subsection.

14 (c) Additional amount for individuals. In the case of an  
15 individual taxpayer, there shall be allowed for the purpose of  
16 subsection (a), in addition to the basic amount provided by  
17 subsection (b), an additional exemption equal to the basic  
18 amount for each exemption in excess of one allowable to such  
19 individual taxpayer for the taxable year under Section 151 of  
20 the Internal Revenue Code.

21 (d) Additional exemptions for an individual taxpayer and  
22 his or her spouse. In the case of an individual taxpayer and  
23 his or her spouse, he or she shall each be allowed additional  
24 exemptions as follows:

25 (1) Additional exemption for taxpayer or spouse 65  
26 years of age or older.

1 (A) For taxpayer. If the taxpayer ~~An additional~~  
2 ~~exemption of \$1,000 for the taxpayer if he or she has~~  
3 attained the age of 65 before the end of the taxable  
4 year, then an additional exemption of (i) \$1,000 for  
5 taxable years beginning prior to January 1, 2023 and  
6 (ii) \$2,000 for taxable years beginning on or after  
7 January 1, 2023.

8 (B) For spouse when a joint return is not filed. If  
9 ~~An additional exemption of \$1,000 for the spouse of~~  
10 ~~the taxpayer if a joint return is not made by the~~  
11 taxpayer and his spouse, and if the spouse has  
12 attained the age of 65 before the end of such taxable  
13 year, and, for the calendar year in which the taxable  
14 year of the taxpayer begins, has no gross income and is  
15 not the dependent of another taxpayer, then an  
16 additional exemption of (i) \$1,000 for taxable years  
17 beginning prior to January 1, 2023 and (ii) \$2,000 for  
18 taxable years beginning on or after January 1, 2023.

19 (2) Additional exemption for blindness of taxpayer or  
20 spouse.

21 (A) For taxpayer. An additional exemption of  
22 \$1,000 for the taxpayer if he or she is blind at the  
23 end of the taxable year.

24 (B) For spouse when a joint return is not filed. An  
25 additional exemption of \$1,000 for the spouse of the  
26 taxpayer if a separate return is made by the taxpayer,

1 and if the spouse is blind and, for the calendar year  
2 in which the taxable year of the taxpayer begins, has  
3 no gross income and is not the dependent of another  
4 taxpayer. For purposes of this paragraph, the  
5 determination of whether the spouse is blind shall be  
6 made as of the end of the taxable year of the taxpayer;  
7 except that if the spouse dies during such taxable  
8 year such determination shall be made as of the time of  
9 such death.

10 (C) Blindness defined. For purposes of this  
11 subsection, an individual is blind only if his or her  
12 central visual acuity does not exceed 20/200 in the  
13 better eye with correcting lenses, or if his or her  
14 visual acuity is greater than 20/200 but is  
15 accompanied by a limitation in the fields of vision  
16 such that the widest diameter of the visual fields  
17 subtends an angle no greater than 20 degrees.

18 (d-5) Cost-of-living adjustment. For purposes of item (5)  
19 of subsection (b), the cost-of-living adjustment for any  
20 calendar year and for taxable years ending prior to the end of  
21 the subsequent calendar year is equal to \$2,050 times the  
22 percentage (if any) by which:

23 (1) the Consumer Price Index for the preceding  
24 calendar year, exceeds

25 (2) the Consumer Price Index for the calendar year  
26 2011.

1           The Consumer Price Index for any calendar year is the  
2 average of the Consumer Price Index as of the close of the  
3 12-month period ending on August 31 of that calendar year.

4           The term "Consumer Price Index" means the last Consumer  
5 Price Index for All Urban Consumers published by the United  
6 States Department of Labor or any successor agency.

7           If any cost-of-living adjustment is not a multiple of \$25,  
8 that adjustment shall be rounded to the next lowest multiple  
9 of \$25.

10          (e) Cross reference. See Article 3 for the manner of  
11 determining base income allocable to this State.

12          (f) Application of Section 250. Section 250 does not apply  
13 to the amendments to this Section made by Public Act 90-613.

14          (g) Notwithstanding any other provision of law, for  
15 taxable years beginning on or after January 1, 2017, no  
16 taxpayer may claim an exemption under this Section if the  
17 taxpayer's adjusted gross income for the taxable year exceeds  
18 (i) \$500,000, in the case of spouses filing a joint federal tax  
19 return or (ii) \$250,000, in the case of all other taxpayers.

20          (Source: P.A. 100-22, eff. 7-6-17; 100-865, eff. 8-14-18.)

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