

HB6644



95TH GENERAL ASSEMBLY

State of Illinois

2007 and 2008

HB6644

by Rep. Ronald A. Wait - Michael Tryon - Brent Hassert - Jim Durkin - Sandra M. Pihos, et al.

SYNOPSIS AS INTRODUCED:

35 ILCS 5/218 new

Amends the Illinois Income Tax Act. Provides that taxpayers are entitled to a credit in an amount equal to 1% of the purchase price of the taxpayer's principal place of residence, subject to certain conditions. Provides that the credit may not exceed \$2,000. Effective immediately.

LRB095 20959 HLH 49966 b

FISCAL NOTE ACT
MAY APPLY

HOUSING
AFFORDABILITY
IMPACT NOTE ACT
MAY APPLY

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 adding
5 Section 218 as follows:

6 (35 ILCS 5/218 new)

7 Sec. 218. Home purchase credit. For each taxable year
8 ending on or after December 31, 2008 and on or before December
9 31 2009, each taxpayer is entitled to a credit against the tax
10 imposed by subsections (a) and (b) of Section 201 of this Act
11 in an amount equal to 1% of the purchase price of the
12 taxpayer's principal place of residence if the residence (i) is
13 purchased during that taxable year, (ii) is the taxpayer's
14 principal place of residence on the last day of that taxable
15 year, and (ii) is purchased with cash or with a mortgage that
16 is not a "high risk home loan" as defined in Section 10 of the
17 High Risk Home Loan Act. The amount of the credit may not
18 exceed \$2,000. The credit may be claimed for only one
19 residence. In no event shall a credit under this Section reduce
20 the taxpayer's liability to less than zero.

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