

HB3900



99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

HB3900

by Rep. John D. Anthony

SYNOPSIS AS INTRODUCED:

35 ILCS 5/224 new

Amends the Illinois Income Tax Act. Creates an income tax credit for the purchase of qualified farm equipment in an amount equal to 10% of the purchase price of the farm equipment. Effective immediately.

LRB099 07892 HLH 28032 b

FISCAL 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 224 as follows:

6 (35 ILCS 5/224 new)

7 Sec. 224. Credit for the purchase of farm equipment.

8 (a) Notwithstanding any other provision of law, for taxable
9 years beginning on or after January 1, 2016 and ending on or
10 before December 31, 2021, each taxpayer who makes a purchase of
11 qualified farm equipment during the taxable year for that
12 taxpayer's own use and not for resale is entitled to a credit
13 against the tax imposed by subsections (a) and (b) of Section
14 201 in an amount equal to 10% of the purchase price of the farm
15 equipment.

16 (b) In no event may a credit under this Section reduce the
17 taxpayer's liability to less than zero. The credit may not be
18 carried forward or back.

19 (c) For the purposes of this Section, "farm equipment"
20 means new or used machinery or equipment purchased in Illinois,
21 which is used primarily for agriculture and has a minimum
22 purchase price of \$100,000, including, but not limited to,
23 tractors, harvesters, sprayers, planters, seeders, spreaders,

1 computers, monitors, sensors, and associated software, and
2 other equipment designated as farm equipment by the Department
3 by rule.

4 Section 99. Effective date. This Act takes effect upon
5 becoming law.