

SB3427



99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

SB3427

Introduced 5/12/2016, by Sen. Laura M. Murphy

SYNOPSIS AS INTRODUCED:

35 ILCS 5/224 new

Amends the Illinois Income Tax Act. Creates a credit in an amount equal to the amount of personal interest paid by an individual taxpayer during the taxable year. Provides that the term "personal interest" means interest paid on personal and consumer loans that is not deductible when calculating the taxpayer's federal adjusted gross income. Effective immediately.

LRB099 21780 HLH 48478 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. Personal interest credit.

8 (a) For taxable years ending on or after December 31, 2017,
9 each individual taxpayer is entitled to a credit against the
10 taxes imposed under subsections (a) and (b) of Section 201 of
11 this Act in an amount equal to the amount of personal interest
12 paid by the taxpayer during the taxable year.

13 (b) For purposes of this Section, "personal interest" means
14 interest paid on personal and consumer loans that is not
15 deductible when calculating the taxpayer's federal adjusted
16 gross income, including, but not limited to, interest on car
17 loans, credit cards, loans for appliances and furniture, and
18 interest on loans made by one person to another person.

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