



Illinois Department of Revenue 2005 Schedule 1299-D

Attach to your Form IL-1120, IL-1041, or IL-990-T.

Income Tax Credits (for corporations and fiduciaries)

Tax Year Ending: ____/____/____

Illinois Attachment No. 2

Write your name as shown on your return.

Write your federal employer identification number (FEIN).

Read this information before completing this form.

What's new for this year?

To correctly complete 2005 Schedule 1299-D, you will need to refer to the 2004 Schedule 1299-D, Step 5, to calculate the amount of available credit carryforward that may be used on this 2005 Schedule 1299-D.

Effective January 1, 2005, the credits for coal research contributions and coal utilization investments have expired. Any credit available from the prior two tax years may be carried forward, as allowed in Step 3 of this Schedule 1299-D.

For **tax years ending on or after January 1, 2005**, the portion of the Employee Child Care Tax Credit that allows for a 30 percent credit of all start-up costs, has been repealed. You may continue to carry forward any amount that remains from tax years ending on or before December 31, 2004 for up to five taxable years.

Effective **immediately**, the **Film Production Services Tax Credit** is allowed to be carried forward for five taxable years. Contact the Illinois Department of Commerce and Economic Opportunity (DCEO) for more information.

Step 1: Figure your credits (which can be carried for 2 years)

TECH-PREP Youth Vocational Programs Credit

1 Write direct payroll expenses and amount for personal services. _____ x .20 = → 1 _____

Dependent Care Assistance Program Credit

2 Write the expenses for on-site dependent care. _____ x .05 = → 2 _____

3 Add Lines 1 and 2. Write this amount here and in Step 3, Line 54. _____ 3 _____

Step 2: Figure your credits (which can be carried for 5 years)

Film Production Services Tax Credit

4 Write the amount of available credit from the Tax Credit Certificate you received from the DCEO (see instructions). _____ 4 _____

5 Write any distributive share of Film Production Services Tax Credit from partnerships and S corporations. _____ 5 _____

6 Add Lines 4 and 5. This is your Film Production Services Tax Credit. → 6 _____

Employee Child Care Tax Credit (Form IL-1120 filers only)

7 Write the annual amount paid to provide the child care facility. _____ x .05 = → 7 _____

Jobs Tax Credit

A Name of zone	B No. of employees this year	C No. of employees at end of base year	D Col. B minus Col. C	E No. of eligible employees included in Col. D	F Column E x \$500
8 _____	_____	_____	_____	_____	→ 8 _____

If you are a high impact business, write the amount from Column F on Form IL-1041, Part IV, Line 5a, or Form IL-990-T, Part IV, Line 3a.

Enterprise Zone Investment Credit

A Description of qualified property	B Date placed in service in Illinois Month Year	C ACRS class	D New/Used (write state abbrev. where prev. used)	E Name of zone	F Basis	G Column F x .5% (.005)
9 a _____	____/____/____	_____	_____	_____	_____	a _____
b _____	____/____/____	_____	_____	_____	_____	b _____
c _____	____/____/____	_____	_____	_____	_____	c _____

10 Write the distributive share of enterprise zone investment credit from partnerships and S corporations. _____ 10 _____

11 Add Column G, Lines 9a through 9c, and Line 10.
Write your **Enterprise Zone Investment Credit** here. → 11 _____

12 Add Lines 6, 7, 8, and 11. Write the total here and on Page 2, Line 13. _____ 12 _____



13 Write the amount from Page 1, Line 12.

13 _____

High Impact Business Investment Credit

	A Description of qualified property	B Date placed in service in Illinois		C ACRS class	D New/Used (write state abbrev. where prev. used)	E Name of zone	F Basis	G Column F x .5% (.005)
		Month	Year					
14 a	_____	____/____	____	_____	_____	_____	_____	a _____
b	_____	____/____	____	_____	_____	_____	_____	b _____
c	_____	____/____	____	_____	_____	_____	_____	c _____

15 Add Column G, Lines 14a through 14c.

Write your **High Impact Business Investment Credit** here and on Form IL-1041, Part IV, Line 5b, or Form IL-990-T, Part IV, Line 3b.

→ 15 _____

Tax Credit for Affordable Housing Donations

16 Write the total amount of your donation to eligible sponsors. _____ x .50 = 16 _____

17 Write any distributive share of tax credit for Affordable Housing Donations from partnerships and S corporations or transferred to you by the donor. 17 _____

18 Add Lines 16 and 17. Write your **Tax Credit for Affordable Housing Donations** here. → 18 _____

Economic Development for a Growing Economy (EDGE) Tax Credit

19 Write the amount of EDGE tax credit awarded to you for this tax year under your agreement with DCEO. 19 _____

20 Write any distributive share of EDGE tax credit from partnerships and S corporations. 20 _____

21 Add Lines 19 and 20. Write your **Economic Development for a Growing Economy (EDGE) Tax Credit** here and on your Form IL-1041, Part IV, Line 5c, or Form IL-990-T, Part IV, Line 3c. → 21 _____

Environmental Remediation Tax Credit

22 Write the amount of unused credit carryforward earned in prior years (see instructions). 22 _____

23 Write the distributive share of Environmental Remediation Tax Credit from partnerships or S corporations. 23 _____

24 Add lines 22 and 23. 24 _____

25 Write the lesser of Line 24 or \$40,000 here. This is your **Environmental Remediation Tax Credit**. → 25 _____

Research and Development Credit (Qualifying expenses must be from research activities conducted in Illinois.)

Write the following:

	A Base period avg. expenses	B This year's expenses
26 Illinois wages for qualified services (see instructions)	26 _____	_____
27 Illinois cost of supplies	27 _____	_____
28 Illinois rental or lease costs of computers	28 _____	_____
29 65% (.65) of Illinois contract expenses	29 _____	_____
30 Illinois basic research payments to qualified organizations (corporations only)	30 _____	_____

Figure your credit:

31 Add Lines 26 through 30 of each column. Total Illinois qualifying expenses. 31 _____

32 Subtract Column A, Line 31 from Column B, Line 31. If negative, write zero. 32 _____

33 Multiply Line 32 by 6.5% (.065). 33 _____

34 Write the distributive share of Research and Development Credit from partnerships or S corporations. 34 _____

35 Add Lines 33 and 34. This is your Research and Development credit. → 35 _____

Total five-year credits

36 Add Lines 13, 15, 18, 21, 25, and 35. Write this amount here and in Step 3, Line 56. 36 _____



Step 3: Figure your credit (See instructions before completing this Step.)

37 Write your total tax (see instructions).		37 _____
38 Write the amount of foreign tax credit from Form IL-1041, Schedule CR, Line 8 (Form IL-1041 filers only).		38 _____
39 Subtract Line 38 from Line 37. If the amount is zero or negative, write zero.		39 _____
40 Write the amount from 2004 Schedule 1299-D, Line 69.	→	40 _____
41 Subtract Line 40 from Line 39. This amount may be negative.		41 _____
42 Write the amount from 2004 Schedule 1299-D, Line 70.	→	42 _____
43 If Line 41 is negative, write the amount from Line 42 as a negative number. Otherwise, subtract Line 42 from Line 41.		43 _____
44 Write the amount from 2004 Schedule 1299-D, Line 71.	→	44 _____
45 If Line 43 is negative, write the amount from Line 44 as a negative number. Otherwise, subtract Line 44 from Line 43.		45 _____
46 Write the amount from 2004 Schedule 1299-D, Line 72.	→	46 _____
47 If Line 45 is negative, write the amount from Line 46 as a negative number. Otherwise, subtract Line 46 from Line 45.		47 _____
48 Write the amount from 2004 Schedule 1299-D, Line 73.	→	48 _____
49 If Line 47 is negative, write the amount from Line 48 as a negative number. Otherwise, subtract Line 48 from Line 47.		49 _____
50 Write the amount from 2004 Schedule 1299-D, Line 74.	→	50 _____
51 If Line 49 is negative, write the amount from Line 50 as a negative number. Otherwise, subtract Line 50 from Line 49.		51 _____
52 Write the amount from 2004 Schedule 1299-D, Line 75.	→	52 _____
53 If Line 51 is negative, write the amount from Line 52 as a negative number. Otherwise, subtract Line 52 from Line 51.		53 _____
54 Write the amount from Step 1, Line 3, from this Schedule 1299-D.		54 _____
55 If Line 53 is negative, write the amount from Line 54 as a negative number. Otherwise, subtract Line 54 from Line 53.		55 _____
56 Write the amount from Step 2, Line 36, from this Schedule 1299-D.		56 _____
57 If Line 55 is negative, write the amount from Line 56 as a negative number. Otherwise, subtract Line 56 from Line 55.		57 _____
58 Figure the amount of credit to use this year. Note → If the lesser number is negative, write zero.		
a Write the lesser of Line 39 or Line 40.	a	_____
b Write the lesser of Line 41 or Line 42.	b	_____
c Write the lesser of Line 43 or Line 44.	c	_____
d Write the lesser of Line 45 or Line 46.	d	_____
e Write the lesser of Line 47 or Line 48.	e	_____
f Write the lesser of Line 49 or Line 50.	f	_____
g Write the lesser of Line 51 or Line 52.	g	_____
h Write the lesser of Line 53 or Line 54.	h	_____
i Write the lesser of Line 55 or Line 56.	i	_____
59 Add Lines 58a through 58i. Write the result here and on your Form IL-1120, Step 7, Line 48, IL-1041, Part IV, Line 5, or IL-990-T, Part IV, Line 3.		59 _____



Step 4: Figure your credit available to be carried forward

■ To figure each credit amount, **STOP** at the first applicable line for each credit.

Note → Retain a copy of this page in your files. You will need this to complete next year's Schedule 1299-D.

- 60** *Two-year credit carryforward* that is available for **one** more tax year.
- If Line 45 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 43 is negative, write the amount from Line 44 here.
 - If Line 45 is negative, write that amount as a positive number here.
- 60** _____
- 61** *Five-year credit carryforward* that is available for **one** more tax year
- If Line 47 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 45 is negative, write the amount from Line 46 here.
 - If Line 47 is negative, write that amount as a positive number here.
- 61** _____
- 62** *Two-year credit carryforward* that is available for the next **two** tax years.
- If Line 55 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 53 is negative, write the amount from Line 54 here.
 - If Line 55 is negative, write that amount as a positive number here.
- 62** _____
- 63** *Five-year credit carryforward* that is available for the next **two** tax years.
- If Line 49 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 47 is negative, write the amount from Line 48 here.
 - If Line 49 is negative, write that amount as a positive number here.
- 63** _____
- 64** *Five-year credit carryforward* that is available for the next **three** tax years.
- If Line 51 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 49 is negative, write the amount from Line 50 here.
 - If Line 51 is negative, write that amount as a positive number here.
- 64** _____
- 65** *Five-year credit carryforward* that is available for the next **four** tax years.
- If Line 53 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 51 is negative, write the amount from Line 52 here.
 - If Line 53 is negative, write that amount as a positive number here.
- 65** _____
- 66** *Five-year credit carryforward* that is available for the next **five** tax years.
- If Line 57 is positive or zero, write zero here. You do not have any credit from this year to carry.
 - If Line 55 is negative, write the amount from Line 56 here.
 - If Line 57 is negative, write that amount as a positive number here.
- 66** _____