



2024 Schedule 1299-I

Income Tax Credits Information and Worksheets

What's New for 2024?

- Public Act 102-0669 created the following income tax credits effective for tax years beginning on or after January 1, 2025:
 - Reimagining Energy and Vehicles (REV) Illinois credit (Credit Code 5240) and
 - Reimagining Energy and Vehicles (REV) Construction Jobs income tax credit (Credit Code 5250).
- Public Act 102-0700 created the following income tax credits effective for tax years beginning on or after January 1, 2025:
 - Manufacturing Illinois Chips for Real Opportunity (MICRO) Investment tax credit (Credit Code 5830);
 - Manufacturing Illinois Chips for Real Opportunity (MICRO) Illinois credit (Credit Code 5840); and
 - Manufacturing Illinois Chips for Real Opportunity (MICRO) Construction Jobs income tax credit (Credit Code 5850).
- Public Acts 103-0592 and 103-1055 made changes to the Wages Paid to Ex-Felons credit (Credit Code 5380) including renaming the credit as the Wages Paid to Returning Citizens credit.
- Public Act 103-0592
 - extended the Adoption credit (Credit Code 5780) until tax years ending on or before December 31, 2029; and
 - extended the Student-Assistance Contributions tax credit (Credit Code 5420) until tax years ending on or before December 31, 2029; and
 - created the Music and Musicians tax credit (Credit Code 5680) effective for tax years beginning on or after January 1, 2025.
- Public Act 103-0595
 - created the Quantum Computing Campuses tax credit (Credit Code 5480) effective for tax years ending on or after June 26, 2024; and
 - extended the Research and Development tax credit (Credit Code 5340) until tax years ending on or before December 31, 2031.
- Public Act 103-1059 extended the Apprenticeship Education Expense credit (Credit Code 0160) until tax years beginning on or before January 1, 2026.
- The following credits have expired and their detailed summaries have been removed from Schedule 1299-I. However, the credit may still be able to be carried forward. See prior Schedule(s) 1299-I for more information.
 - Agritourism Liability Insurance (Credit Code 5440)
 - Invest in Kids (Credit Code 5660)

General Information

If you earned any of the following income tax credits:

- TECH-PREP Youth Vocational Programs,
- Dependent Care Assistance Program,
- Film Production Services,
- Employee Child Care (Corporate filers only),
- Enterprise Zone Investment,
- Enterprise Zone Construction Jobs,
- High Impact Business Construction Jobs,
- High Impact Business Investment,
- REV Illinois,
- REV Construction Jobs,
- REV Illinois Investment,
- Affordable Housing Donations,
- Economic Development for a Growing Economy (EDGE),
- New Construction EDGE,
- Research and Development,
- Wages Paid to Returning Citizens,
- Student-Assistance Contributions,
- Angel Investment,
- Quantum Computing Campuses,
- New Markets Development,
- River Edge Historic Preservation,
- River Edge Construction Jobs,
- Live Theater Production,
- Hospital,
- K-12 Instructional Materials and Supplies (Form IL-1040 filers),
- Adoption (Form IL-1040 filers),

- Data Center Construction Employment ,
- Historic Preservation,
- Apprenticeship Education Expense,
- Recovery and Mental Health,
- MICRO Illinois,
- MICRO Construction Jobs,
- MICRO Investment, or
- Music and Musicians

use the instructions and worksheets in this schedule to determine the amount of credit to list in

- Column E, Credit Earned or Carried, of Schedule 1299-C, Income Tax Subtractions and Credits (for individuals),
- Column E, Credit Amount Earned, of Schedule 1299-A, Tax Subtractions and Credits (for partnerships and S corporations), and
- Column F, Credit Amount Earned, of Schedule 1299-D, Income Tax Credits (for corporations and fiduciaries).

If you are filing an Illinois combined unitary return, complete one Illinois Schedule 1299-D or 1299-A for the entire unitary business group by listing the credit by unitary member. See the specific Schedule 1299 instructions for more information.

Keep a copy of your worksheets or calculations and Schedule 1299-I in your records. You may be required to submit further information to support your filing.

Follow the specific schedule instructions for how to enter your credits on your Schedule 1299-C, 1299-D, or 1299-A.

What if I have more credits than space allows on the form?

For several credits, you may have more qualifying items than space provided. For any of these credits in which you exceed the allotted space to calculate the credit, use a separate sheet in the same format and include the individual amounts from multiple sheets and the total from the worksheet in these instructions on the line for each credit on Schedules 1299-C, 1299-D, or 1299-A. **Do not enter the total on your additional sheets.**

For example, if you have more than three qualifying properties for the Enterprise Zone Investment credit, use an additional sheet in the same format provided on the Enterprise Zone Investment credit Worksheet. Add the totals from the worksheet and the additional sheets and enter the total on Schedules 1299-C or 1299-A, Column E, or Schedule 1299-D, Column F, for your Enterprise Zone Investment credit.

What if I received a distributive share of a credit?

If you received a distributive share of a credit, report the credit amount in Step 3, Column F of Schedules 1299-A and 1299-C and Step 3, Column G of Schedule 1299-D per the specific Schedule 1299 instructions. Schedules K-1-P are required as support for any credit being claimed that was distributed to the claiming entity by a partnership or S corporation.

Additionally, if you receive more than one Schedule K-1-P for any eligible credit, add the amounts from all Schedules K-1-P for that credit and enter the total in

- Column F, Distributive Share Credit from K-1-P, on the corresponding line of Schedule 1299-A,
- Column F, Distributive Share or Transfer, on the corresponding line of Schedule 1299-C, or
- Column G, Distributive Share Credit from K-1-P, on the corresponding line of Schedule 1299-D

that you enter that credit code. If you file an Illinois combined unitary return, see specific unitary instructions and examples on the Schedule 1299-D or Schedule 1299-A Instructions.

How do I report a transferred credit?

If you received a transferred credit, report the transferred amount in Step 3, Column G of Schedule 1299-A, Step 3, Column F of Schedule 1299-C, and Step 3, Column H of Schedule 1299-D per the specific Schedule 1299 instructions. Proof of the transferred credit is required as support for any credit being claimed.

What must I attach to Schedule 1299?

ATTACH: Schedule K-1-P, Partner's or Shareholder's Share of Income, Deductions, Credits, and Recapture, if you are a partner in a partnership or a shareholder in an S corporation, and you received a Schedule K-1-P from the partnership or S corporation showing an amount of credit that you may claim on your Schedule 1299. In order to claim amounts reported to you on a Schedule K-1-P, the tax year ending listed on the Schedule K-1-P you received must fall within your tax year.

Note: All income tax credits are distributable by partnerships and S corporations, except:

- TECH-PREP Youth Vocational Programs
- Dependent Care Assistance Program Tax
- Employee Child Care
- High Impact Business Investment
- K-12 Instructional Materials and Supplies
- Adoption

ATTACH: Certificates issued by the Department of Commerce and Economic Opportunity (DCEO) if

- you entered into an agreement with DCEO and DCEO issued a tax certificate to you indicating the name of the credit and the amount of the credit allowed in this taxable year; or
- you purchased or had credit transferred to you from another business and the credit purchase or transfer was approved by DCEO, who then issued you a tax certificate indicating the name of the credit and the amount of credit allowed in this taxable year.

Note: Any income tax credit administered by DCEO requires a copy of the certificate to claim the credit. Those income tax credits include:

- Film Production Services
- Economic Development for a Growing Economy (EDGE)
- New Markets Development
- Angel Investment
- Live Theater Production
- Data Center Construction Employment
- Apprenticeship Education Expense
- Enterprise Zone Construction Jobs
- High Impact Business Construction Jobs
- New Construction EDGE
- River Edge Construction Jobs
- Quantum Computing Campuses
- REV Illinois
- REV Construction Jobs
- MICRO Illinois
- MICRO Construction Jobs
- Music and Musicians

↳ Taxpayers that have been approved as a REV project or MICRO project by DCEO will not receive a certificate from DCEO for qualified property eligible for the REV Illinois Investment credit or MICRO Investment credit.

See the [DCEO](#) website for a list of incentives (credits) and DCEO contact information.

ATTACH: Certificates issued by the Department of Natural Resources (DNR) if

- you entered into an agreement with DNR and
- DNR issued a tax certificate to you indicating the name of the credit and the amount of the credit allowed in this taxable year.

Note: Any income tax credit administered by DNR requires a copy of the certificate to claim the credit. Those income tax credits include:

- River Edge Historic Preservation
- Historic Preservation

See the [DNR](#) website for a list of credits and contact information.

ATTACH: Certificates issued by the Department of Human Services (DHS) if

- you applied for a tax certificate with DHS and
- DHS issued a tax certificate to you indicating the name of the credit and the amount of the credit allowed in this taxable year.

Note: Any income tax credit administered by DHS requires a copy of the certificate to claim the credit. The income tax credit includes:

- Recovery and Mental Health

See the [DHS](#) website for information about the credit and contact information.

ATTACH: Any other documents (including transfer of credit documentation) required by the Illinois Department of Revenue (IDOR) and noted in these instructions or your Schedule 1299 instructions.

- If you claim the Affordable Housing Donations credit, you must attach a copy of proof of the credit issued by the Illinois Housing Development Authority or the city of Chicago.
- If you transferred the Hospital credit, you must attach a written notice of the transfer that you issued to the transferee. If you claim the Hospital credit because the credit was transferred to you, you must attach a copy of the written notice of the transfer that the seller or donor sent to IDOR. See Specific Instructions for the required written notice information.
- If you claim the Adoption credit, you must attach federal Form 8839, Qualified Adoption Expenses.

Failure to follow these instructions and attach required documentation will result in one or more of the following: a delay in the processing of your return, the disallowance of the subtraction or credit, or the issuance of correspondence from IDOR. You also may be required to submit further information to support your filing.

Should I round?

You must round the dollar amounts on Schedule 1299-I to whole-dollar amounts. To do this, you should drop any amount less than 50 cents and increase any amount of 50 cents or more to the next higher dollar.

What if I need additional assistance or forms?

- For assistance, forms, or schedules, visit our website at tax.illinois.gov or scan the QR code provided.
- Write us at:
ILLINOIS DEPARTMENT OF REVENUE
PO BOX 19001
SPRINGFIELD IL 62794-9001
- Call **1 800 732-8866** or **217 782-3336** (TTY at **1 800 544-5304**).
- Visit a taxpayer assistance office - 8:00 a.m. to 5:00 p.m. (Springfield office) and 8:30 a.m. to 5:00 p.m. (all other offices), Monday through Friday.



Specific Instructions

These instructions and worksheets are to be used to determine the amount of credit to list on your Schedule

- **1299-A, Column E** for credits earned in the current year.
- **1299-C, Column E** for credits earned in the current year and credits carried forward from past years. Use a separate line on Schedule 1299-C for each tax year in which a credit was earned or is being carried.
- **1299-D, Column F** for credits earned in the current year.

See the instructions for the specific Schedule 1299 you are filing for additional information.

Each credit has a four-digit code used to identify it on Schedule 1299-C, 1299-D, or 1299-A. The first digit of the code indicates how many years the credit can be carried forward. For example, all credits that can be carried forward two years start with "2". The remaining three digits are the unique indicator for that specific code. Ten year carry forwards will use two digits for the year and two digits as the unique indicator. Credit codes that start with "0" cannot be carried forward.

If you earn more than one of the same eligible credit code with the same expiration date, you should add the amounts from all of that credit code when calculating the credit earned in the current year.

Credit Code Income Tax Credit Name

Active Credits

0160	Apprenticeship Education Expense
0180	Recovery and Mental Health
2000	TECH-PREP Youth Vocational Programs
2200	Dependent Care Assistance Program
5000	Film Production Services
5040	Employee Child Care (Corporate filers only)
5080	Enterprise Zone Investment
5120	Enterprise Zone Construction Jobs
5160	High Impact Business Construction Jobs
5220	High Impact Business Investment
5230	REV Illinois Investment
5240	REV Illinois
5250	REV Construction Jobs
5260	Affordable Housing Donations
5300	Economic Development for a Growing Economy (EDGE)
5320	New Construction EDGE
5340	Research and Development
5380	Wages Paid to Returning Citizens
5420	Student-Assistance Contributions
5460	Angel Investment
5480	Quantum Computing Campuses
5500	New Markets Development
5540	River Edge Historic Preservation
5560	River Edge Construction Jobs
5580	Live Theater Production
5620	Hospital
5680	Music and Musicians
5740	K-12 Instructional Materials and Supplies (Form IL-1040 filers only)
5780	Adoption (Form IL-1040 filers only)
5820	Data Center Construction Employment
5830	MICRO Investment
5840	MICRO Illinois
5850	MICRO Construction Jobs
1030	Historic Preservation

Expired Credits, but can still be carried forward

5440	Agritourism Liability Insurance (Credit earned in tax years ending on or before December 31, 2023). Credit may not be carried forward on returns for tax periods ending after December 31, 2028.
5660	Invest in Kids (Credit earned in tax years ending on or before December 31, 2023). Credit may not be carried forward on returns for tax periods ending after December 31, 2028.
1000	Historic Preservation (Credit earned in tax years ending on or before December 31, 2015). Credit may not be carried forward on returns for tax periods ending after December 31, 2025.

Tax Credits that can be used in the current year

■ Apprenticeship Education Expense (Credit Code 0160)

[35 ILCS 5/231](#)

For taxable years **beginning on or after January 1, 2020, and beginning before January 1, 2026**, the employer of one or more qualifying apprentices shall be allowed a credit against income tax for qualified education expenses incurred on behalf of a qualifying apprentice. This credit cannot be carried forward.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the Apprenticeship Education Expense tax credit (Code 0160) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P you received listing this credit to your Schedule 1299.

■ Recovery and Mental Health (Credit Code 0180)

[35 ILCS 5/233](#)

For taxable years **beginning on or after January 1, 2023**, employers who employ eligible individuals in recovery from a substance use disorder or mental illness in part-time and full-time positions within Illinois shall be allowed a credit against the qualified employer's income tax liability. This credit cannot be carried forward.

Contact [DHS](#) for more information.

Following the specific Schedule 1299 instructions, enter the Recovery and Mental Health tax credit (Code 0180) on Step 3 of:

Schedule 1299-A – credits from DHS certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DHS certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DHS certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DHS certificate and Schedule(s) K-1-P you received listing this credit to your Schedule 1299.

Tax Credits that can be carried for two years

■ TECH-PREP Youth Vocational Programs (Credit Code 2000)

[35 ILCS 5/209](#)

“Qualifying TECH-PREP programs” are those certified by the Illinois State Board of Education.

You may take this credit, for tax years ending on or after June 30, 1995, if

- you are primarily engaged in manufacturing, and
- you have direct payroll expenses for qualifying cooperative secondary school youth vocational programs in Illinois, or you pay for personal services performed by a TECH-PREP student or instructor who would be subject to withholding if they were employed by you and no other credit is claimed by the actual employer.

You may not take this credit for programs with national standards that have been or will be approved by the U.S. Department of Labor, Bureau of Apprenticeship Training, or any federal agency succeeding to the responsibilities of that bureau.

Add the amount of direct payroll expenses for cooperative secondary school youth vocational programs and the amount paid to a TECH-PREP student or instructor employed by you for personal services performed. Enter the total amount on the line below.

Multiply this amount by 20 percent (.20). _____ x .20 = _____

Following the specific Schedule 1299 instructions, enter the TECH-PREP Youth Vocational Programs tax credit (Code 2000) on Step 3 of:

Schedule 1299-C – credits from the line above in Column E.

Schedule 1299-D – credits from the line above in Column F.

This credit is not distributable or transferable.

■ Dependent Care Assistance Program (Credit Code 2200)

[35 ILCS 5/210](#)

You qualify for this credit, for tax years ending on or after June 30, 1995, if

- you are primarily engaged in manufacturing, and
- you have an on-site facility dependent care assistance program that is in Illinois and on the premises of your workplace.

Enter the amount of your expenses, reported under the IRC Section 129(d)(7), that were used for on-site dependent care on the line below.

Multiply this amount by 5 percent (.05). _____ x .05 = _____

Note: This credit cannot be claimed if the five percent (.05) Employee Child Care Credit is claimed.

Total

Following the specific Schedule 1299 instructions, enter the Dependent Care Assistance Program tax credit (Code 2200) on Step 3 of:

Schedule 1299-C – credits from the total above in Column E.

Schedule 1299-D – credits from the total above in Column F.

This credit is not distributable or transferable.

Tax Credits that can be carried for five years

■ Film Production Services (Credit Code 5000)

[35 ILCS 5/213](#)

For taxable years **beginning on or after** January 1, 2004 and **prior to** January 1, 2033, film producers of qualified projects shall be allowed a credit. For accredited productions commencing on or after January 1, 2009, this credit is equal to 30 percent of qualified expenditures including Illinois production spending and Illinois labor, and an additional 15 percent on salaries paid to individuals who live in geographic areas of high poverty or high unemployment.

To qualify for this credit you must have

- applied for and received a Tax Credit Certificate (indicating the amount of credit) from DCEO, or
- received a certificate from DCEO showing that a credit was transferred to you. A transfer of this credit may be made by the taxpayer earning the credit within one year after the credit is awarded in accordance with rules adopted by DCEO.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the Film Production Services tax credit (Code 5000) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E, credits distributed to you in Column F, and credits transferred to you in Column G.

Schedule 1299-C – credits from DCEO certificates in Column E, and credits distributed and transferred to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F, credits distributed to you in Column G, and credits transferred to you in Column H.

Attach a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Employee Child Care (Corporate filers only) (Credit Code 5040)

[35 ILCS 5/210.5](#)

“Start-up costs” include planning, site-preparation, construction, renovation, or acquisition of a child care facility.

You may take this credit if

- you file Form IL-1120, or Form IL-990-T taxed as a corporation, and
- you provide a child care facility, located in Illinois, for the children of your employees.

Note: You must keep records documenting all costs for which the credit is being claimed.

This is a two-part income tax credit.

Part One – For tax years ending **on or after December 31, 2007**, a credit of 30 percent (.30) of the “start-up costs” spent by you to provide a child care facility for the children of your employees is allowed.

Enter the total amount of “start-up costs” to provide the child care facility. Multiply this amount by 30 percent (.30), and enter the result.

_____ x .30 = _____

Part Two – For tax years ending **on or after December 31, 2000**, a credit of five percent (.05) of the annual amount paid by you to provide the child care facility for your employees’ children is allowed.

Enter the annual amount paid to provide the child care facility. Multiply this amount by five percent (.05), and enter the result.

_____ x .05 = _____

Note: The five percent (.05) credit cannot be claimed if the Dependent Care Assistance Program Tax Credit is claimed.

Following the specific Schedule 1299 instructions, enter the Employee Child Care tax credit (Code 5040) total of Part One and Part Two in Column F on Step 3 of Schedule 1299-D.

This credit is not distributable or transferable.

■ Enterprise Zone Investment (Credit Code 5080)

[35 ILCS 5/201\(f\)](#)

“Qualified property” is property that

- is tangible, whether new or used, including buildings and structural components of buildings;
- is depreciable according to Internal Revenue Code (IRC) Section 167;
- has a useful life of four or more years as of the date placed in service in Illinois; and
- is acquired by purchase as defined in IRC Section 179(d).

Qualified property can be new or used but does not qualify for the Enterprise Zone Credit if it was previously used in Illinois in a manner that qualified for that credit or for the Replacement Tax Investment Credit on Form IL-477, Replacement Tax Investment Credits. Qualified property includes buildings and structural components of buildings that are real property. It does not include land or improvements to real property that are not a structural component of a building, such as landscaping, sewer lines, local access roads, fencing, parking lots, and other appurtenances.

Any improvement or addition made on or after the date the enterprise zone or river edge redevelopment zone was designated, or on or after the date the business was designated as a high impact business, is considered to be qualified property to the extent that the improvement or addition increases the adjusted basis of the property previously placed in service in Illinois and otherwise meets the requirements of qualified property.

For taxable years ending on or after July 1, 2006, you may take this credit if you

- placed qualified property in service in an Illinois enterprise zone within the tax year,
- placed it in service on or after the date the zone was officially designated as an enterprise zone, and
- continued to use the qualified property on the last day of your tax year.

Using the worksheet below and these instructions, figure your Enterprise Zone Investment credit to enter on your Schedule 1299.

Column A – Describe each item of qualified property you placed in service in an Illinois enterprise zone.

Column B – Enter the month and year each item of qualified property was placed in service in Illinois. An item is placed in service on the earlier of

- the date the item is placed in a condition or state of readiness and availability for its specifically assigned function, or
- the date the depreciation period of the item begins. (Generally, this will be the same date the item is placed in service for purposes of the federal depreciation deduction.)

Column C – If you are using the federal accelerated cost recovery system (ACRS) to depreciate the property, enter the ACRS class assigned to each item of qualified property. Property assigned to an ACRS class of less than four years is not qualified.

If you are not using the ACRS method to depreciate the property, enter the useful life assigned to the property for federal depreciation purposes. The useful life of the property when placed in service must be four or more years to qualify.

Column D – Indicate whether each item of qualified property is new or used. If the property was previously used, enter the abbreviation of the state where the property was located. If you are filing Schedule 1299-D or 1299-A and the property was previously used in Illinois, but not in a manner that qualified for this credit or for the Replacement Tax Investment Credit on Form IL-477, maintain a statement in your records to provide upon request.

Column E – Enter the name of the enterprise zone in which the property is used.

Note: *Qualified enterprise zones are listed on the [DCEO website](#).*

Column F – For each item of property, enter the basis used to figure the depreciation deduction for federal income tax purposes. Generally, the basis will be the purchase price, plus any capital expenditures, minus any rebates and IRC Section 179 deductions. The basis is not reduced by depreciation, including bonus depreciation, except depreciation you were allowed to claim before the date you placed it in service in Illinois, or in an Illinois enterprise or river edge redevelopment zone.

Column G – If you placed property in service in an enterprise zone, the credit rate is .005.

Column H – Multiply each entry in Column F by the amount in Column G, and enter the result in Column H.

Line 4 – Follow the instructions on the worksheet.

Enterprise Zone Investment Worksheet							
A	B	C	D	E	F	G	H
Description of qualified property	Date placed in service in Illinois Month Year	ACRS class	New/Used (see instr.)	Name of Zone	Basis	Rate	Column F x Column G
1 _____	___ / ___	_____	_____	_____	_____	.005	1 _____
2 _____	___ / ___	_____	_____	_____	_____	.005	2 _____
3 _____	___ / ___	_____	_____	_____	_____	.005	3 _____
4 Total Column H, Lines 1 through 3.							4 _____

Following the specific Schedule 1299 instructions, enter the Enterprise Zone Investment tax credit (Code 5080) on Step 3 of:

Schedule 1299-A – credits from Line 4 above in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from Line 4 above in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from Line 4 above in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every Schedule(s) K-1-P received listing this credit to your Schedule 1299.

Enterprise Zone Construction Jobs (Credit Code 5120)

[35 ILCS 5/201\(f\)](#)

For taxable years **beginning on or after January 1, 2021**, a taxpayer who has been awarded a credit certificate by DCEO is entitled to a credit. The amount of the credit shall be 50 percent (75 percent if the project is located in an underserved area) of the amount of the incremental income tax attributable to Enterprise Zone construction jobs credit employees employed in the course of completing an Enterprise Zone construction jobs project. To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the Enterprise Zone Construction Jobs tax credit (Code 5120) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ High Impact Business Construction Jobs (Credit Code 5160)

[35 ILCS 5/201\(h-5\)](#)

For taxable years **beginning on or after January 1, 2021**, a taxpayer who has been awarded a credit certificate by DCEO is entitled to a credit. The amount of the credit shall be 50 percent (75 percent if the project is located in an underserved area) of the amount of the incremental income tax attributable to High Impact Business construction jobs credit employees employed in the course of completing a High Impact Business construction jobs project. To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO. Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the High Impact Business Construction Jobs tax credit (Code 5160) on Step 3 of: Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ High Impact Business Investment (Credit Code 5220)

[35 ILCS 5/201\(h\)](#)

“Qualified property” is property that

- is tangible, whether new or used, including buildings and structural components of buildings;
- is depreciable according to Internal Revenue Code (IRC) Section 167;
- has a useful life of four or more years as of the date placed in service in Illinois; and
- is acquired by purchase as defined in IRC Section 179(d).

Qualified property, whether new or used, includes buildings and structural components of buildings that are real property. It does not include land or improvements to real property that are not a structural component of a building, such as landscaping, sewer lines, local access roads, fencing, parking lots, and other appurtenances.

Any improvement or addition made on or after the date the business was designated as a high impact business, is considered to be qualified property to the extent that the improvement or addition increases the adjusted basis of the property previously placed in service in Illinois and otherwise meets the requirements of qualified property.

For tax years ending on or after December 31, 1987, you may take this credit if

- your business has been designated as a high impact business,
- you placed qualified property in service on or after the date the business was designated as a high impact business and on or before the last day of your current tax year, and
- you continued to use the qualified property on the last day of your tax year.

You may not take this credit

- if the property is eligible for the Enterprise Zone Investment credit.
- until the minimum investments in qualified property required under Section 5.5 of the Illinois Enterprise Zone Act have been satisfied.

You should take the credit applicable to the minimum investments in the tax year in which the minimum investments were completed. Credit for additional investments (beyond the minimum investments) is available only in the year the qualified property is placed in service.

Using the worksheet on the next page and these instructions, figure your High Impact Business Investment credit to enter on your Schedule 1299.

Lines 1 through 3 – For each qualified property that you are claiming a credit:

Column A – Describe each item of qualified property placed in service in Illinois.

Column B – Enter the month and year each item of qualified property was placed in service in Illinois. An item is placed in service on the earlier of

- the date the item is placed in a condition or state of readiness and availability for its specifically assigned function, or
- the date the depreciation period of the item begins. (Generally, this will be the same date the item is placed in service for purposes of the federal depreciation deduction.)

Column C – If you are using the federal accelerated cost recovery system (ACRS) to depreciate the property, enter the ACRS class assigned to each item of qualified property. Property assigned to an ACRS class of less than four years is not qualified.

If you are not using the ACRS method to depreciate the property, enter the useful life assigned to the property for federal depreciation purposes. The useful life of the property when placed in service must be four or more years to qualify.

Column D – Indicate whether each item of qualified property is new or used. If the property was previously used, enter the abbreviation of the state where the property was located. In addition, if the property was previously used in Illinois, but not in a manner that qualified for this credit or for the Replacement Tax Investment Credit on Form IL-477, maintain a statement in your records to provide upon request.

Column E – For each item of property, enter the basis used to figure the depreciation deduction for federal income tax purposes. Generally, the basis will be the purchase price, plus any capital expenditures, minus any rebates and IRC Section 179 deductions. The basis is not reduced by depreciation, including bonus depreciation, except depreciation you were allowed to claim before the date you placed it in service in Illinois.

Column F – Multiply each entry in Column E by .5 percent (.005) and enter the result in Column F.

Line 4 – Follow the instructions on the worksheet.

High Impact Business Investment Worksheet

A	B	C	D	E	F
Description of qualified property	Date placed in service in Illinois Month Year	ACRS class	New/Used (see instructions.)	Basis	Column E x .5% (.005)
1 _____	____ / ____	_____	_____	_____	1 _____
2 _____	____ / ____	_____	_____	_____	2 _____
3 _____	____ / ____	_____	_____	_____	3 _____
4 Total Column F, Lines 1 through 3.					4 _____

Following the specific Schedule 1299 instructions, enter the High Impact Business Investment tax credit (Code 5220) on Step 3 of:

Schedule 1299-C – credits from Line 4 above in Column E.

Schedule 1299-D – credits from Line 4 above in Column F.

This credit is not distributable or transferable.

Reimagining Energy and Vehicles (REV) Illinois Investment (Credit Code 5230)

35 ILCS 5/237

“Qualified property” is property that

- (1) is tangible, whether new or used, including buildings and structural components of buildings;
- (2) is depreciable pursuant to Section 167 of the Internal Revenue Code, except that “3-year property” as defined in Section 168(c)(2)(A) of that Code is not eligible for the credit;
- (3) is acquired by purchase as defined in Section 179(d) of the Internal Revenue Code;
- (4) is used at the site of the REV Illinois Project by the taxpayer; and
- (5) has not been previously used in Illinois in such a manner and by such a person as would qualify for the credit.

For tax years beginning on or after November 16, 2021, a credit for taxpayers against the tax imposed by subsections (a) and (b) of Section 201 for investment in qualified property which is placed in service at the site of a REV Illinois Project subject to an agreement between the taxpayer and DCEO pursuant to the Reimagining Energy and Vehicles in Illinois Act. The credit is equal to 0.5 percent of the basis for the property. The credit is only available in the taxable year in which the property is placed in service. Any taxpayer qualifying for the REV Illinois Investment tax credit shall not be eligible for a Replacement Tax Investment tax credit, Enterprise Zone Investment tax credit, or High Impact Business Investment tax credit. The credit is nonrefundable, but may be carried forward for five years.

Contact [DCEO](#) for more information.

Using the worksheet on the next page and these instructions, figure your REV Illinois Investment credit to enter on your Schedule 1299.

Column A – Describe each item of qualified property you placed in service in a REV Illinois Project.

Column B – Enter the month and year each item of qualified property was placed in service in Illinois. An item is placed in service on the earlier of

- the date the item is placed in a condition or state of readiness and availability for its specifically assigned function, or
- the date the depreciation period of the item begins. (Generally, this will be the same date the item is placed in service for purposes of the federal depreciation deduction.)

Column C – If you are using the federal accelerated cost recovery system (ACRS) to depreciate the property, enter the ACRS class assigned to each item of qualified property. Property assigned to an ACRS class of less than four years is not qualified.

If you are not using the ACRS method to depreciate the property, enter the useful life assigned to the property for federal depreciation purposes. The useful life of the property when placed in service must be four or more years to qualify.

Column D – Indicate whether each item of qualified property is new or used. If the property was previously used, enter the abbreviation of the state where the property was located. If you are filing Schedule 1299-D or 1299-A and the property was previously used in Illinois, but not in a manner that qualified for this credit or for the Replacement Tax Investment Credit on Form IL-477, maintain a statement in your records to provide upon request.

Column E – Enter the location of the REV Illinois Project in which the property is used.

Column F – For each item of property, enter the basis used to figure the depreciation deduction for federal income tax purposes. Generally, the basis will be the purchase price, plus any capital expenditures, minus any rebates and IRC Section 179 deductions. The basis is not reduced by depreciation, including bonus depreciation, except depreciation you were allowed to claim before the date you placed it in service at the location of a REV Illinois Project.

Column G – If you placed property in service in a REV Illinois Project, the credit rate is .005.

Column H – Multiply each entry in Column F by the amount in Column G, and enter the result in Column H.

Line 4 – Follow the instructions on the worksheet.

REV Illinois Investment Credit Worksheet

A Description of qualified property	B Date placed in service in Illinois		C ACRS class	D New/Used (see instr.)	E Location of REV Illinois Project	F Basis	G Rate	H Column F x Column G	
	Month	Year							
1 _____	___	/___	_____	_____	_____	_____	.005	1	_____
2 _____	___	/___	_____	_____	_____	_____	.005	2	_____
3 _____	___	/___	_____	_____	_____	_____	.005	3	_____
4 Total Column H, Lines 1 through 3.								4	_____

Following the specific Schedule 1299 instructions, enter the REV Illinois Investment tax credit (Code 5230) on Step 3 of:

Schedule 1299-A – credits from Line 4 above in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from Line 4 above in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from Line 4 above in Column F and credits distributed to you in Column G.

This credit is not transferable. Attach a copy of your REV Illinois Investment Credit Worksheet and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Reimagining Energy and Vehicles (REV) Illinois Credit (Credit Code 5240)

[35 ILCS 5/236](#)

For tax years **beginning on or after January 1, 2025**, a taxpayer who has entered into an agreement with DCEO under the Reimagining Energy and Vehicles in Illinois Act is entitled to a credit against the taxes imposed under subsections (a) and (b) of Section 201 of the IITA in an amount to be determined in the agreement. The determined credit amount is not to exceed the sum of (i) 75 percent of the incremental income tax attributable to new or retained employees at the applicant's project (increased to 100 percent of the incremental income tax attributable to new or retained employees if the project is in an underserved area or an energy transition area) and (ii) 10 percent of the training costs of the new employees or certain retained employees (increased to 25 percent of the training costs for certain new employees based on their educational and training status). To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO. The credit is nonrefundable, but may be carried forward for five years.

Note: Instead of claiming this credit against the taxes imposed under IITA Section 201(a) and (b), a taxpayer may elect to claim against its withholding tax obligation only that portion of the REV Illinois Credit that is calculated based on the incremental income tax attributable to new employees and retained employees.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the REV Illinois tax credit (Code 5240) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Reimagining Energy and Vehicles (REV) Construction Jobs (Credit Code 5250)

[35 ILCS 5/236](#)

For tax years **beginning on or after January 1, 2025**, a taxpayer may receive a tax credit for construction wages associated with a project that also qualified for a REV Illinois credit. The amount of the construction jobs credit shall be 50 percent (75 percent if the project is located in an underserved area or an energy transition area) of the amount of the incremental income tax attributable to construction wages in connection with the construction of the project facilities and paid to workers hired to construct the project. To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO. The credit is nonrefundable, but may be carried forward for five years.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the REV Construction Jobs tax credit (Code 5250) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Affordable Housing Donations (Credit Code 5260)

[35 ILCS 5/214](#)

You may take this credit if

- you have made a donation under Section 7.28 of the Illinois Housing Development Act for the development of affordable housing in Illinois,
- you made the donation in a **tax year ending on or after December 31, 2001, through a tax year ending on or before December 31, 2026**, and
- you were issued an Illinois Affordable Housing Tax Credit certificate from Illinois Housing Development Authority (IHDA) or the city of Chicago's Department of Housing and Economic Development,
- you received Schedule(s) K-1-P distributing this credit to you by a pass-through entity, or
- you received a transfer of credit meeting the following criteria:
 - Under IITA Section 214(c), the credit allowed under this Section may be transferred: A) to the purchaser of land that has been designated solely for affordable housing projects in accordance with the Illinois Housing Development Act; or B) to another donor who has also made a donation in accordance with Section 7.28 of the Illinois Housing Development Act.
 - Persons or entities not subject to the tax imposed by IITA Section 201(a) and (b) and who made a donation under Section 7.28 of the Illinois Housing Development Act are entitled to a credit as described in this Section and may transfer that credit as provided in this subsection (c). (IITA Section 214(a))
 - Transfer of the credit shall be made pursuant to 47 Ill. Adm. Code 355.309.
 - Transfer may be made of all or of any portion of the credit allowable to the transferor. However, any portion of a credit that has already been used to reduce the tax of a transferor may not be transferred.

The credit is 50 percent (.50) of the total amount of your donation to qualified affordable housing projects or the total amount of the credit that was distributed or transferred to you.

Following the specific Schedule 1299 instructions, enter the Affordable Housing Donations tax credit (Code 5260) on Step 3 of:

Schedule 1299-A – credits earned from IHDA or city of Chicago certificates in Column E, credits distributed to you in Column F, and credits transferred to you in Column G.

Schedule 1299-C – credits earned from IHDA or city of Chicago certificates in Column E, and credits distributed and transferred to you in Column F.

Schedule 1299-D – credits earned from IHDA or city of Chicago certificates in Column F, credits distributed to you in Column G, and credits transferred to you in Column H.

Attach the IHDA or city of Chicago certificates, any Schedule(s) K-1-P received listing this credit, and any transfer documentation to support the credit claimed to your Schedule 1299.

■ Economic Development for a Growing Economy (EDGE) (Credit Code 5300)

[35 ILCS 5/211](#)

You may take this credit if

- you have entered into an agreement with DCEO, either under the Economic Development for a Growing Economy Tax Credit Act or the Corporate Headquarters Relocation Act, **between January 1, 1999, and June 30, 2027**, and
- you meet the conditions stated in your agreement with DCEO.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the Economic Development for a Growing Economy (EDGE) tax credit (Code 5300) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ New Construction EDGE (Credit Code 5320)

[35 ILCS 10/5-51](#)

For taxable years **beginning on or after January 1, 2021**, a taxpayer who has been awarded a credit certificate by DCEO is entitled to a credit. The amount of the credit shall be 50% (75% if the project is located in an underserved area) of the amount of the incremental income tax attributable to New Construction EDGE credit employees employed in the course of completing a New Construction EDGE project. To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO. The credit is nonrefundable, but may be carried forward for five years.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the New Construction EDGE tax credit (Code 5320) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

Research and Development (Credit Code 5340)

35 ILCS 5/201(k)

A taxpayer is entitled to take this credit for **tax years ending on or after December 31, 2004 and ending prior to January 1, 2027.**

(Qualifying expenses must be from research activities conducted in Illinois.)

"Qualifying expenses" are expenditures qualifying under IRC Section 41 that are attributable to research in Illinois, including certain payments to qualified organizations for basic research in Illinois.

"Qualifying expenses for increasing research activities in Illinois" are the excess of qualifying expenses incurred for the current tax year over qualifying expenses incurred for the base period.

"Base period" is the **three** tax periods immediately preceding the current year.

"Qualified research" is research or experimental activities that create or improve a function, performance, reliability, or quality. Research must be performed in Illinois and be of a technical nature and be intended to be useful in the development of a new or improved business component held for sale, lease, license, or use by you in your business.

You may take this credit if you have certain qualifying expenses for increasing qualified research activities in Illinois. You may **not** take this credit for the following types of activities:

- research conducted after the beginning of commercial production;
- research adapting an existing product or process to a particular customer's need;
- duplication of an existing product or process;
- surveys or studies;
- research relating to certain internal-use computer software;
- research conducted outside Illinois;
- research in the social sciences, arts, or humanities; or
- research funded by another person (or government entity).

Using the worksheet and instructions below, figure your Illinois qualifying expenses to enter on the Research and Development Worksheet on your Schedule 1299-C or 1299-A, Step 2 or Schedule 1299-D, Step 1.

Research and Development Worksheet

(Qualifying expenses must be from research activities conducted in Illinois.)

Enter the following:	A	B
	Base period avg. expenses	This year's expenses
1 Illinois wages for qualified services. See instructions below.	1 _____	_____
2 Illinois cost of supplies	2 _____	_____
3 Illinois rental or lease costs of computers	3 _____	_____
4 65% (.65) of Illinois contract expenses	4 _____	_____
5 Illinois basic research payments to qualified organizations (corporations only)	5 _____	_____
6 Add Lines 1 through 5 of each column. Total Illinois qualifying expenses.	6 _____	_____

Lines 1 through 5 – Follow the instructions below to determine the amount to enter in Column A and Column B.

Column A – Enter the yearly average of the base period qualified expenses resulting from activities that were conducted in Illinois.

If you were not doing business in Illinois during one or more of the tax years included in the base period, use "0" as the factor for that tax year when computing the yearly average base period qualified expenses.

If you were doing business in Illinois for less than an entire year during any tax year in the base period, the qualifying expenses (Lines 1 through 5) for that year must be annualized as follows: (qualified expenses x number of days taxable by Illinois) ÷ (365).

Column B – Enter the current year qualified expenses resulting from activities that were conducted in the State of Illinois.

Line 6 – Add Lines 1 through 5 of each column. Transfer the amount on Line 6 in both columns to the Research and Development Worksheet on Schedule 1299-C or 1299-A, Step 2 or Schedule 1299-D, Step 1. Follow the instructions on your Schedule 1299 to determine the amount to enter as the Research and Development tax credit (Code 5340) on Step 3 of:

Schedule 1299-A – credits from Step 2 in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from Step 2 in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from Step 1 in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** any Schedule(s) K-1-P received listing this credit to your Schedule 1299.

Wages Paid to Returning Citizens (Credit Code 5380)

35 ILCS 5/216

"Qualified wages" means wages you paid during the one-year period beginning with the date a returning citizen begins working for you.

Only wages that are subject to unemployment tax under IRC Section 3306 qualify. This includes amounts in excess of the maximum taxable wage. Wages paid during any period for which you received federally funded payments for on-the-job training for the returning citizen do not qualify.

A **"qualified returning citizen"** means an Illinois resident who

- has been convicted of any crime in this State or of any offense in any other jurisdiction, other than an offense or attempted offense that would subject a person to registration under the Sex Offender Registration Act;

- was sentenced to a period of incarceration in an Illinois adult correctional center; and
- was hired by you after being released from the adult correctional center within:
 - **Three years** if the credit is claimed for a taxable year beginning before January 1, 2025, or
 - **Five years** if the credit is claimed for a taxable year beginning on or after January 1, 2025.

For tax years **beginning on or after January 1, 2007**, the Credit for Wages Paid to Returning Citizens is 5 percent (.05) of qualified wages paid during the taxable year to an employee who is a qualified returning citizen. For tax years ending before December 31, 2025, the total credits for **all** tax years for wages paid to a particular returning citizen may not exceed \$1,500.

For tax years **beginning on or after January 1, 2025**, the Credit for Wages Paid to Returning Citizens is 15 percent (.15) of qualified wages paid during the taxable year to an employee who is a qualified returning citizen. For tax years ending on or after December 31, 2025, the total credits for **all** tax years for wages paid to a particular returning citizen may not exceed \$7,500.

Using the worksheet and these instructions, figure your Wages Paid to Returning Citizens credit to enter on your Schedule 1299.

Lines 1 through 3 – For each returning citizen for whom you are claiming a credit:

Column A – Enter the name of the qualified returning citizen.

Column B – Enter the Social Security number of the qualified returning citizen.

Column C – Enter the date you hired the qualified returning citizen.

Column D – Enter the amount of qualified wages you paid to this returning citizen during the taxable year. Do not include any wages paid more than one year after the date of hiring.

Column E – Multiply the amount in Column D by 5 percent (.05) if the tax year begins before January 1, 2025, or 15 percent (.15) if the tax year begins on or after January 1, 2025.

Column F – Enter the maximum credit amount allowed per returning citizen.

- If the tax year ends before December 31, 2025, enter **\$1,500**.
- If the tax year ends on or after December 31, 2025, enter **\$7,500**.

Column G – If you claimed a Wages Paid to Returning Citizens credit for this returning citizen in the prior year, enter the total amount of credit claimed. Otherwise, enter "0".

Column H – Subtract the amount in Column G from Column F. This amount cannot be less than zero.

Column I – Enter the amount from Column E or Column H, whichever is less.

Line 4 – Follow the instructions on the worksheet.

Wages Paid to Returning Citizens Worksheet								
A	B	C	D	E	F	G	H	I
Name	SSN	Date hired	Qualified wages	Col. D x percentage	Max credit amount	Prior credit	Col. F minus Col. G	Enter the lesser of Column E or H
1 _____	_____	___ / ___	_____	_____	_____	_____	_____	1 _____
2 _____	_____	___ / ___	_____	_____	_____	_____	_____	2 _____
3 _____	_____	___ / ___	_____	_____	_____	_____	_____	3 _____
4 Add Column I, Lines 1 through 3.								4 _____

Following the specific Schedule 1299 instructions, enter the Wages Paid to Returning Citizens tax credit (Code 5380) on Step 3 of:

Schedule 1299-A – credits from Line 4 above in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from Line 4 above in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from Line 4 above in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** any Schedule(s) K-1-P received listing this credit to your Schedule 1299.

Student-Assistance Contributions (Credit Code 5420)

[35 ILCS 5/218](#)

“Qualified Illinois prepaid tuition programs” include:

- Illinois Bright Start College Savings Program,
- Illinois Bright Directions College Savings Program,
- College Illinois Prepaid Tuition Program.

For taxable years **ending on or after December 31, 2009, and on or before December 31, 2029**, if you are an employer who makes a matching contribution to a qualified Illinois prepaid tuition program on behalf of your employees, you are entitled to a credit of 25 percent (.25) of the contribution for each employee or \$500 per employee, whichever is less.

Using the worksheet and instructions, figure your Student-Assistance Contributions credit to enter in your Schedule 1299.

Lines 1 through 3 – For each employee for whom you made a matching contribution:

Column A – Enter the name of the employee.

Column B – Enter the Social Security number of the employee.

Column C – Enter the amount of the matching contribution you made.

Column D – Multiply the amount in Column C by 25 percent (.25).

Column F – Enter the amount from Column D or the amount from Column E, whichever is less.

Line 4 – Follow the instructions on the worksheet.

Student-Assistance Contributions Worksheet					
A	B	C	D	E	F
Name	SSN	Qualified contribution amount	Column C x 25% (.25)	Max credit amount	Enter the lesser of Column D or E
1 _____	_____	_____	_____	\$500	1 _____
2 _____	_____	_____	_____	\$500	2 _____
3 _____	_____	_____	_____	\$500	3 _____
4 Add Column F, Lines 1 through 3.					4 _____

Following the specific Schedule 1299 instructions, enter the Student-Assistance Contributions tax credit (Code 5420) on Step 3 of:

Schedule 1299-A – credits from Line 4 above in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from Line 4 above in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from Line 4 above in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** any Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Angel Investment (Credit Code 5460)

[35 ILCS 5/220](#)

For tax years **beginning on or after January 1, 2011, and ending on or before December 31, 2026**, an Angel Investment credit may be claimed in an amount equal to:

- 25 percent (.25) of an investment made directly in a qualified new business, or
- 35 percent (.35) of an investment made directly in a qualified new business venture in which:
 - the new business is a minority-owned business, a women-owned business, or a business owned by a person with a disability (as those terms are used and defined in the Business Enterprise for Minorities, Women, and Persons with Disabilities Act); or
 - the principal place of the business is located in a county with a population of not more than 250,000.

To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO. Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the Angel Investment tax credit (Code 5460) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Quantum Computing Campuses (Credit Code 5480)

[35 ILCS 5/241](#)

For tax years **ending on or after June 26, 2024**, a taxpayer who has been awarded a credit by DCEO is entitled to a credit against the taxes imposed under subsections (a) and (b) of Section 201 of the IITA. The amount of the credit shall be 20% of the wages paid by the taxpayer during the taxable year to a full-time or part-time employee of a construction contractor employed in the construction of an eligible facility located on a quantum computing campus. To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the Quantum Computing Campuses credit (Code 5480) on Step 3 of:

Schedule 1299-A – credits from the DCEO certificate in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from the DCEO certificate in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from the DCEO certificate in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ New Markets Development (Credit Code 5500)

[20 ILCS 663/1 et. seq.](#)

The New Markets Development credit is allowed for qualified investments made in a community development entity in tax years **beginning on or after December 31, 2008 and ending before July 1, 2031**. Credits are allowed on the second anniversary of the investment and the next four anniversaries. To qualify for this credit, you must have applied for and received a tax credit certificate from DCEO.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the New Markets Development tax credit (Code 5500) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ River Edge Historic Preservation (Credit Code 5540)

[35 ILCS 5/221](#)

For tax years **beginning on or after January 1, 2012, and ending prior to January 1, 2027**, the River Edge Historic Preservation credit is available for projects located in river edge redevelopment zones. The credit is awarded by the Department of Natural Resources (DNR). To qualify for this credit, you must have applied for and received a tax credit certificate from DNR.

Contact [DNR](#) for more information.

Following the specific Schedule 1299 instructions, enter the River Edge Historic Preservation tax credit (Code 5540) on Step 3 of:

Schedule 1299-A – credits from DNR certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DNR certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DNR certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DNR certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ River Edge Construction Jobs (Credit Code 5560)

[35 ILCS 5/221](#)

For taxable years **beginning on or after January 1, 2021, and ending prior to January 1, 2027**, a taxpayer who has been awarded a credit certificate by DCEO is entitled to a credit. The amount of the credit shall be 50% (75% if the project is located in an underserved area) of the amount of the incremental income tax attributable to River Edge construction job employees employed in the course of completing a River Edge construction job project. To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the River Edge Construction Jobs tax credit (Code 5560) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Live Theater Production (Credit Code 5580)

[35 ILCS 5/222](#)

For tax years **beginning on or after January 1, 2012, and beginning prior to January 1, 2027**, the Live Theater Production credit is awarded based on applications approved through DCEO.

To qualify for this credit, you must have

- applied for and received a tax credit certificate from DCEO, or
- received a certificate from DCEO showing that a credit was transferred to you. A transfer of the tax credit may be made by the taxpayer earning the credit within one year after the credit is awarded in accordance with rules adopted by DCEO.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the Live Theater Production tax credit (Code 5580) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E, credits distributed to you in Column F, and credits transferred to you in Column G.

Schedule 1299-C – credits from DCEO certificates in Column E, and credits distributed and transferred to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F, credits distributed to you in Column G, and credits transferred to you in Column H.

Attach a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Hospital (Credit Code 5620)

[35 ILCS 5/223](#)

For tax years **ending on or after December 31, 2012, and ending on or before December 31, 2027**, the Hospital credit is available to the owner of a hospital that

- is licensed under the Hospital Licensing Act, and
- is not exempt from federal income taxes under the Internal Revenue Code.

The credit is an amount equal to the lesser of the amount of real property taxes paid on Illinois property used for hospital purposes during the prior tax year or the cost of free or discounted services provided during the current tax year at Illinois locations in accordance with the hospital's charitable financial assistance policy, measured at cost.

The Hospital credit may be transferred, either by selling or donating the credit,

- by the taxpayer who originally earned the credit, and
- only if the transfer occurs within one year after the due date of the transferor's return for the period in which the credit is earned.

The taxpayer transferring the credit must attach to their Schedule 1299-C, 1299-D, or 1299-A a copy of the written notice of the transfer stating the intent to sell or donate the credit, including the amount of credit to be transferred, the date of the transfer, and the name, address, and the Federal Employer Identification Number (FEIN) or Social Security Number (SSN) of the recipient. A copy of this notice must also be provided to the recipient of the credit who in turn should attach a copy of the notice to their Schedule 1299-C, 1299-D or 1299-A when filing their return. If you transfer the credit after your original return has been submitted, you must submit an amended return and all affected supporting documents to report the transfer.

Use the worksheet below to figure your Hospital credit.

Hospital Worksheet

- 1 Enter the amount of real property taxes paid during the tax year on Illinois real property used for hospital purposes during the prior tax year.
- 2 Enter the cost of free or discounted services provided at Illinois locations during the tax year pursuant to the hospital's charitable financial assistance policy, measured at cost.
- 3 Enter the lesser of Line 1 or Line 2. This is your Hospital credit before transfers.
- 4 Enter any amount of the credit from Line 3 you have transferred or intend to transfer and **attach** a written notice of the transfer.
- 5 Subtract Line 4 from Line 3.

1	_____
2	_____
3	_____
4	_____
5	_____

Following the specific Schedule 1299 instructions, enter the Hospital tax credit (Code 5620) on Step 3 of:

Schedule 1299-A – credits from Line 5 above in Column E, credits distributed to you in Column F, and credits transferred to you in Column G.

Schedule 1299-C – credits from Line 5 above in Column E, and credits distributed and transferred to you in Column F.

Schedule 1299-D – credits from Line 5 above in Column F, credits distributed to you in Column G, and credits transferred to you in Column H.

Attach any transfer documentation and any Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Music and Musicians (Credit Code 5680)

35 ILCS 5/241

“Qualified music company (QMC)” means an entity that

- is authorized to do business in Illinois,
- is engaged directly or indirectly in the production, distribution, or promotion of music,
- is certified by DCEO as meeting the eligibility requirements of the Music and Musicians Tax Credit and Jobs Act, and
- has executed a contract with DCEO providing the terms and conditions for its participation.

“Illinois labor expenditure” means gross salary or wages, including, but not limited to, taxes, benefits, and any other consideration incurred or paid to artist employees of the applicant for services rendered to and on behalf of the qualified music company, provided that the expenditure is:

- incurred or paid by the applicant on or after the effective date of the Music and Musicians Tax Credit and Jobs Act for services related to any portion of a qualified music company from rehearsals, performances, and any other qualified music company related activities;
- limited to the first \$100,000 of wages incurred or paid to each employee of a qualified music production in each tax year;
- paid in the tax year for which the applicant is claiming the tax credit award;
- paid to persons residing in Illinois at the time payments were made; and
- reasonable under the circumstances.

For tax years **beginning on or after January 1, 2025**, a taxpayer who has entered into an agreement with DCEO under the Music and Musicians Tax Credit and Jobs Act is entitled to a credit against the taxes imposed under subsections (a) and (b) of Section 201 of the IITA. The award may not exceed 10% of the Illinois labor expenditures for the State-certified production if the payroll of the qualified music company for the taxable year does not exceed \$150,000, or 15% of the Illinois labor expenditures for the State-certified production if the payroll of the QMC for the taxable year exceeds \$150,000. The QMC is also eligible for any of the following:

- an additional 15% of the Illinois labor expenditures for the State-certified production generated by the employment of Illinois residents in geographic areas of high poverty or high unemployment in each tax year, as determined by the Department; and
- an additional 7% of the Illinois labor expenditures for the State-certified production generated by the employment of individuals who are employed at a wage of no less than the general prevailing hourly rate as paid for work of a similar character in the locality in which the work is performed; and
- an additional 7% of the Illinois labor expenditures for the State-certified production incurred by a qualified music company and spent on post-production sound recording for television or film work completed in Illinois.

Additionally, to the extent that the base investment by a qualified music company is expended on a sound recording production of a resident copyright, the investor shall be allowed an additional 10% increase in the base investment rate.

The aggregate amount of credits certified during any calendar year shall not exceed \$1,000,000. No more than \$200,000 in tax credits may be granted per calendar year for any single qualified music company.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the Music and Musicians credit (Code 5680) on Step 3 of:

Schedule 1299-A – credits from the DCEO certificate in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from the DCEO certificate in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from the DCEO certificate in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ K-12 Instructional Materials and Supplies (Credit Code 5740) (Form IL-1040 filers only)

35 ILCS 5/225

For tax years beginning on and after January 1, 2017, the K-12 Instructional Materials and Supplies credit is available to eligible educators for qualified expenses paid during the taxable year. For taxable years beginning on or after January 1, 2023, eligible educators can claim a credit up to \$500 for qualified expenses paid in the current taxable year. If married, filing jointly, and both taxpayers were eligible educators, the maximum credit is \$1,000.

DEFINITIONS

“Eligible educator” is a kindergarten through twelfth grade teacher, instructor, counselor, principal, or aide in a qualified K-12 school for at least 900 hours during a school year.

“Materials and supplies” are instructional materials or supplies designated for classroom use in any qualified school.

“Qualified expenses” include ordinary and necessary expenses paid in connection with books, supplies (including nonathletic supplies for courses of instruction in health or physical education), equipment (including computer equipment, software, and services), and other materials used in the classroom. An ordinary expense is one that is common and accepted in your educational field. A necessary expense is one that is helpful and appropriate for your profession as an educator. An expense does not have to be required to be considered necessary.

NOTE: Qualified expenses do not include expenses paid for instruction in a home school.

“Qualified school” is a public school or non-public school located in Illinois.

Note: Home schools are not qualified schools.

Using the worksheet on Schedule 1299-C and the instructions below figure your K-12 Instructional Materials and Supplies credit.

If you are an eligible educator and you paid amounts for instructional materials and supplies during the taxable year, complete all lines in Column A. If you file a joint return, and your spouse is an eligible educator who paid amounts for instructional materials and supplies during the taxable year, complete all lines in Column B.

Line 11a - Enter the Professional Educator License number, if applicable. If not applicable, enter “N/A”.

Line 11b - Enter the name of the Illinois school where the taxpayer or spouse was employed as a teacher, instructor, counselor, principal, or aide for at least 900 hours during the school year.

Line 11c - Enter the total qualified expenses paid during the taxable year for instructional materials and supplies used in classroom-based instruction at the school entered on Line 11b.

Line 11d - Enter the lesser of the amount on Line 11c or the maximum credit. The maximum credit amount allowed for each column is \$500.

Line 12 - Add Line 11d, Columns A and B, and enter the result. Enter this amount in Column E on Schedule 1299-C, Step 3, on the line that you enter “5” in Column A and Credit Code 5740 in Column B.

This credit is not distributable or transferable.

■ Adoption (Credit Code 5780) (Form IL-1040 filers only)

35 ILCS 5/227

For tax years ending on or after December 31, 2018, and on or before December 31, 2029, if you have qualified adoption expenses in the course of adopting an eligible child, you are entitled to the Adoption credit in the amount equal to the amount of the federal adoption tax credit received subject to the limitations detailed in Part 2. DO NOT include any federal carryover when determining the amount of federal adoption tax credit received. An eligible child is any individual who has not attained age 18, or is physically or mentally incapable of caring for himself or herself. The credit is allowed

- in the case of any expense paid or incurred before the taxable year in which the adoption becomes final, for the taxable year following the taxable year during which the adoption expense is paid or incurred, or
- in the case of an expense paid or incurred during or after the taxable year in which the adoption becomes final, for the taxable year in which such expense is paid or incurred.

No credit will be allowed for any expense for which funds are received from any Federal, State or local program. Spouses filing a joint return are considered one taxpayer. For nonresidents and part-year residents, the amount of credit shall be in proportion to the amount of income attributable to this state.

Using the worksheet on Schedule 1299-C, Step 2, and the instructions below, figure your Adoption credit. Attach additional pages in the same format, if you are claiming the Adoption credit for more than three children.

Part 1 - Adopted Child Information - For each eligible child you are adopting or have adopted and are claiming qualifying adoption expenses, enter the name, identifying number (Social Security number, ITIN, etc.), birth date (month and year) and check the appropriate box(es)

- if the adopted child is an Illinois resident at the time the expenses are paid or incurred.
- if the adoption is final during this tax year.

Part 2 - Figure Your Credit - The total amount of qualified adoption expenses allowed as a credit shall not exceed \$2,000 (\$1,000 in the case of married filing separate return). However, the credit allowed increases to \$5,000 (\$2,500 in the case of a married filing separate return) if the adoption is of an eligible child who is at least one year old and resides in Illinois at the time the expenses are paid or incurred.

Note: When qualified adoption expenses are reported over multiple tax years for the adoption of the same child, any amount of Illinois Adoption credit previously received for this child must be included on your Schedule 1299-C, Part 2, Line 16b, Adoption Credit worksheet. Your total adoption credit for all tax years may not exceed the maximum allowable credit for the adoption of that child.

Line a - Enter the maximum credit allowed based on the above description.

Line b - Enter the amount of any adoption credit previously claimed on an Illinois return for the same child. The maximum credit on Line a is for the entire adoption of that child, no matter how many years the adoption takes to complete.

Line c - Follow the directions on the worksheet.

Line d - Enter the qualified adoption expense you paid or incurred (usually, Line 5 of federal Form 8839, Qualified Adoption Expenses) where qualified adoption expense means any reasonable and necessary adoption fees, court costs, attorney fees, and other expenses which are

- directly related to, and the principal purpose of which is, the legal adoption of an eligible child by the taxpayer,
- not incurred in violation of State or Federal law or in carrying out any surrogate parenting arrangement,
- not expenses in connection with the adoption by an individual of a child who is the child of such individual's spouse, and
- not reimbursed under an employer program or otherwise.

Line e - Follow the directions on the worksheet.

Line f - Total all columns of Line e and enter the result here.

Line g - Follow the directions on the worksheet.

Line h - Follow the directions on the worksheet. Enter the total in Column E of your Schedule 1299-C, Step 3, on the line that you enter "5" in Column A and Credit Code 5780 in Column B.

Attach: You must attach a copy of Federal Form 8839, Qualified Adoption Expenses, to your Form IL-1040, if you enter an Adoption credit amount on Schedule 1299-C.

This credit is not distributable or transferable.

■ Data Center Construction Employment (Credit Code 5820)

[35 ILCS 5/229](#)

For taxable years **beginning on or after January 1, 2019**, a taxpayer who has been awarded a tax credit certificate by DCEO is entitled to a credit. The amount of the credit shall be 20 percent of the wages paid during the taxable year to a full-time or part-time employee of a construction contractor employed by a certified data center. To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the Data Center Construction Employment credit (Code 5820) on Step 3 of:

Schedule 1299-A – credits from the DCEO certificate in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from the DCEO certificate in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from the DCEO certificate in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Manufacturing Illinois Chips for Real Opportunity (MICRO) Investment (Credit Code 5830)

[35 ILCS 5/239](#)

"Qualified property" is property that

- (1) is tangible, whether new or used, including buildings and structural components of buildings;
- (2) is depreciable pursuant to Section 167 of the Internal Revenue Code, except that "3-year property" as defined in Section 168(c)(2)(A) of that Code is not eligible for the credit;
- (3) is acquired by purchase as defined in Section 179(d) of the Internal Revenue Code;
- (4) is used at the site of the MICRO Illinois Project by the taxpayer; and
- (5) has not been previously used in Illinois in such a manner and by such a person as would qualify for the credit.

For tax years beginning on or after January 1, 2025, a taxpayer shall be allowed a credit against the tax imposed by subsections (a) and (b) of Section 201 for investment in qualified property which is placed in service at the site of a project that is subject to an agreement between the taxpayer and DCEO pursuant to the Manufacturing Illinois Chips for Real Opportunity (MICRO) Act. The credit is equal to 0.5 percent of the basis for the property. The credit is only available in the taxable year in which the property is placed in service. Any taxpayer qualifying for the MICRO Investment tax credit shall not be eligible for a Replacement Tax Investment tax credit, Enterprise Zone Investment tax credit, or High Impact Business Investment tax credit. The credit is nonrefundable, but may be carried forward for five years.

Contact [DCEO](#) for more information.

Using the worksheet on the next page and these instructions, figure your MICRO Investment credit to enter on your Schedule 1299.

Column A – Describe each item of qualified property you placed in service in a MICRO Illinois Project.

Column B – Enter the month and year each item of qualified property was placed in service in Illinois. An item is placed in service on the earlier of

- the date the item is placed in a condition or state of readiness and availability for its specifically assigned function, or
- the date the depreciation period of the item begins. (Generally, this will be the same date the item is placed in service for purposes of the federal depreciation deduction.)

Column C – If you are using the federal accelerated cost recovery system (ACRS) to depreciate the property, enter the ACRS class assigned to each item of qualified property. Property assigned to an ACRS class of less than four years is not qualified.

If you are not using the ACRS method to depreciate the property, enter the useful life assigned to the property for federal depreciation purposes. The useful life of the property when placed in service must be four or more years to qualify.

Column D – Indicate whether each item of qualified property is new or used. If the property was previously used, enter the abbreviation of the state where the property was located. If you are filing Schedule 1299-D or 1299-A and the property was previously used in Illinois, but not in a manner that qualified for this credit or for the Replacement Tax Investment Credit on Form IL-477, maintain a statement in your records to provide upon request.

Column E – Enter the location of the MICRO Illinois Project in which the property is used.

Column F – For each item of property, enter the basis used to figure the depreciation deduction for federal income tax purposes. Generally, the basis will be the purchase price, plus any capital expenditures, minus any rebates and IRC Section 179 deductions. The basis is not reduced by depreciation, including bonus depreciation, except depreciation you were allowed to claim before the date you placed it in service at the location of a MICRO Illinois Project.

Column G – If you placed property in service in a MICRO Illinois Project, the credit rate is .005.

Column H – Multiply each entry in Column F by the amount in Column G, and enter the result in Column H.

Line 4 – Follow the instructions on the worksheet.

MICRO Investment Credit Worksheet							
A	B	C	D	E	F	G	H
Description of qualified property	Date placed in service in Illinois Month Year	ACRS class	New/Used (see instr.)	Location of MICRO Illinois Project	Basis	Rate	Column F x Column G
1 _____	___ / ___	_____	_____	_____	_____	.005	1 _____
2 _____	___ / ___	_____	_____	_____	_____	.005	2 _____
3 _____	___ / ___	_____	_____	_____	_____	.005	3 _____
4 Total Column H, Lines 1 through 3.							4 _____

Following the specific Schedule 1299 instructions, enter the MICRO Investment tax credit (Code 5830) on Step 3 of:

Schedule 1299-A – credits from Line 4 above in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from Line 4 above in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from Line 4 above in Column F and credits distributed to you in Column G.

This credit is not transferable. Attach a copy of your MICRO Investment Credit Worksheet and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Manufacturing Illinois Chips for Real Opportunity (MICRO) Illinois Credit (Credit Code 5840)

[35 ILCS 5/238](#)

For tax years **beginning on or after January 1, 2025**, a taxpayer who has entered into an agreement with DCEO under the Manufacturing Illinois Chips for Real Opportunity (MICRO) Act is entitled to a credit against the taxes imposed under subsections (a) and (b) of Section 201 of the IITA in an amount to be determined in the Agreement. The determined credit amount is not to exceed the sum of (i) 75 percent of the incremental income tax attributable to new or retained employees at the applicant's project (increased to 100 percent of the incremental income tax attributable to new or retained employees if the project is in an underserved area or an energy transition area) and (ii) 10 percent of the training costs of the new employees or certain retained employees (increased to 25 percent of the training costs for certain new employees based on their educational and training status). To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO. The credit is nonrefundable, but may be carried forward for five years.

Note: Instead of claiming this credit against the taxes imposed under IITA Section 201(a) and (b), a taxpayer may elect to claim against its withholding tax obligation only that portion of the MICRO Illinois Credit that is calculated based on the incremental income tax attributable to new employees and retained employees.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the MICRO Illinois tax credit (Code 5840) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

■ Manufacturing Illinois Chips for Real Opportunity (MICRO) Construction Jobs (Credit Code 5850)

[35 ILCS 5/238](#)

For tax years **beginning on or after January 1, 2025**, a taxpayer who receive a tax credit for construction wages associated with a project that also qualified for a MICRO Illinois credit. The amount of the construction jobs credit shall be 50 percent (75 percent if the project is located in an underserved area or an energy transition area) of the amount of the incremental income tax attributable to construction wages in connection with the construction of the project facilities and paid to workers hired to construct the project. To qualify for the credit, you must have applied for and received a tax credit certificate from DCEO. The credit is nonrefundable, but may be carried forward for five years.

Contact [DCEO](#) for more information.

Following the specific Schedule 1299 instructions, enter the MICRO Construction Jobs tax credit (Code 5850) on Step 3 of:

Schedule 1299-A – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from DCEO certificates in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from DCEO certificates in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DCEO certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.

Tax Credits that can be carried for ten years

■ Historic Preservation (Credit Code 1030)

[35 ILCS 5/228](#)

For tax years beginning on or after January 1, 2019, and ending on or before December 31, 2028, a taxpayer who qualifies for a credit under the Historic Preservation Tax Credit Act is entitled to a credit based on a qualified rehabilitation plan approved by the Department of Natural Resources (DNR). To qualify for this credit, you must have applied for and received a tax credit certificate from DNR.

Contact [DNR](#) for more information.

Following the specific Schedule 1299 instructions, enter the Historic Preservation credit (Code 1030) on Step 3 of:

Schedule 1299-A – credits from the DNR certificate in Column E and credits distributed to you in Column F.

Schedule 1299-C – credits from the DNR certificate in Column E and credits distributed to you in Column F.

Schedule 1299-D – credits from the DNR certificate in Column F and credits distributed to you in Column G.

This credit is not transferable. **Attach** a copy of every DNR certificate and Schedule(s) K-1-P received listing this credit to your Schedule 1299.