Jobs Package

Item	Description	Effective Date	FY 2012
CME	This proposal would alter the way the Chicago Mercantile Exchange and other exchanges can source their revenue to Illinois. Its revenue is currently sourced at nearly 100% within Illinois. The proposal would require CME to source only a percentage to Illinois. Phased in over 2 years. CME will be taxed at 63.77% for FY 12 (The FY12 tax change will be late-end weighted so as to un-burden the FY12 budget) and 27.54% for FY 13 and thereafter.	1/1/12	$0
Sears EDA Extension	The Sears EDA would be extended beginning 1/1/2012. Note that fiscal impact reflects the fiscal impact to the State of Illinois-- not to units of local government. Calendar year 2013 shall be the "base year" for allocating EDA monies.	1/1/12	$0
Sears EDGE Credit	Retains $15 million of the withholding taxes collected from its employees for the next 10 years, for a total cost of $150 million. Sears must elect to take this credit within 150 days after 7/1/12.	12/31/12	$0
Champion Lab EDGE	Offer EDGE Credit for employee expansion in Albion, Il and office relocation to Lake Forest, Il.	12/31/12	$0
R&D Credit	Extends the R&D Credit for 5 years (until Jan. 1, 2016). Additionally, allows for an additional 5 year carryforward.	1/1/11	$0
Net Operating Loss	Reinstates Net Operating Loss Deduction for tax years ending 12/31/12 through 12/31/14. However, caps the amount used as a carryforward at $100,000 per year.	12/31/12	$0
Estate Tax	Currently, taxpayers are allowed a $2 million exemption on the state's estate tax. This proposal would increase the exemption to $4 million over 2 years. Increases to $3.5 million on 1/1/12, and increases to $4 million on 1/1/2013.	1/1/12	$0
Live Theater Tax Credit	Creates the Live Theater Production Tax Credit for pre-Broadway and long-run shows for qualifying Illinois labor expenditures and Illinois production spending. The aggregate amount of the credit is limited to $2,000,000.	1/1/12	$0
Investment Tax Credit	Extends, for five years, from December 31, 2013 until December 31, 2018, the investment tax credit is provided under the Corporate Personal Property Replacement Tax.	1/1/14	$0
Illinois Tax Tribunal	Creates, on July 1, 2013, an Independent Tax Tribunal Board to assume all rights and powers (1) pertaining to the protest of notices of tax liabilities or deficiencies administered the by Department of Revenue or (2) revocations of licenses issued by the DoR. Additional legislation is required to implement. Unknown fiscal impact.	7/1/13	$0
Gasohol Tax Extension	Extends, for 5 years, sales tax exemptions, credits, and deductions granted to agri-fuels (currently set to expire 12/31/13), until 12/31/18.	1/1/14	$0
Automatic Sunset Provision	Removes the automatic sunset provision for any credits/deductions scheduled to expire in 2011, 2012, or 2013. For a full list of bills subjected to be extended under the automatic sunset provision, see page 2	1/1/11	$0
			$0

Source: Commission on Government Forecasting and Accountability

Credits Set to be extended under the Removal of the Automatic Sunset Provision for 2011, 2012, and 2013

Item	Description
Replacement Tax Investment Credit	Automatically extends this credit, for five years, under the automatic sunset provision extension. This credit is allowed to retailers, manufacturers and coal or fluorite miners. It is equal to a maximum of 1% of the cost of capital assets placed in service in Illinois during the taxable year, and is taken against the replacement tax.
TECH-PREP Credit	Automatically extends this credit, for five years, under the automatic sunset provision extension. The TECH-PREP credit is allowed for "payroll expenditures" incurred by an employer in connection with certain job training.
Affordable Housing Donation Credit	Automatically extends this credit, for five years, under the automatic sunset provision extension. The Affordable Housing Donation Credit allows a credit for donations made to certain low-income housing projects.
Ex-Felon Jobs Credit	Automatically extends this credit, for five years, under the automatic sunset provision extension. The Ex-Felon Tax Credit provides a tax credit to employers in the amount equal to 5% of qualified wages paid to the taxpayer that is a qualified ex-offender.
Veterans Jobs Credit	Automatically extends this credit, for five years, under the automatic sunset provision extension. Providing a tax credit to employers for hiring qualified veterens.
River Edge Zone Matters	Automatically extends this credit, for five years, under the automatic sunset provision extension. The River Edge Redevelopment Zone (RERZ) Program is designed to achieve its goals through the use of several incentives authorized by State law. The tax incentives are as follows: Allow RERZ businesses to claim an additional 0.5% credit on their Illinois Personal Property Tax Replacement Tax for the cost of qualified depreciable property placed in service in the zone. Allows a business a $500 credit on its Illinois State Income tax for each job it creates in the RERZ for which a dislocated worker is hired. Allows for a credit against State Income Taxes for some non-reimbursed eligible costs for remediation work done on an RERZ site. Allows individuals, corporations, trusts, and estates to deduct an amount equal to dividends paid to them by a corporation that conducts substantially all of its operation in the RERZ from their taxable income. Allows financial corporations to deduct an amount equal to the interest received for a loan for development in an RERZ from their corporate State Income tax. Allows for exemption of sales tax on construction materials for non-residential proje
Historic Preservation in River Edge Redevelopment Zone Credit	Automatically extends this credit, for five years, under the automatic sunset provision extension. Authorizes tax credits against Illinois income taxes and insurance company privilege taxes for 25% of the costs of rehabilitating certain historic property located in a River Edge Redevelopment Zone.
Angel Investment Credit	Automatically extends this credit, for five years, under the automatic sunset provision extension. The Illinois Angel Investment Credit Program is designed to offer a tax credit to interested firms or natural person(s) who make an investment in one of Illinois' innovative, qualified new business ventures. The investment encourages job growth and expands capital investment in Illinois. The program can offer a tax credit to qualifying firms in an amount equal to 25% of their investment made directly in a qualified new business venture. The maximum amount of an investment that may be used as the basis for a credit under this section is $2,000,000 for each investment directly in a qualified new business venture.

Source: The Illinois Department of Revenue

FY 2013	FY 2014
-$43	-$85
$0	$0
-$15	-$15
-$3.5	-$3.5
$0	$0
-$50	-$50
-$36	-$62
-$2	-$2
$0	$0
$0	$0
$0	$0
$0	$0
-$150	**-$218**

Expiration Date
12/31/13
Unknown
12/31/16
08/01/11
08/01/11
07/12/11
07/28/16
12/31/16