



JUDY BAAR TOPINKA
ILLINOIS STATE COMPTROLLER



TAX EXPENDITURE REPORT

FISCAL YEAR 2012



STATE OF ILLINOIS
COMPTROLLER
JUDY BAAR TOPINKA



July, 2013

A Message to Illinois Taxpayers

Greetings! It is my pleasure to present this tax expenditure report for fiscal year 2012.

Compiled by my office as required by state law, this report contains information from agencies throughout state government. Tax expenditures are essentially tax breaks – such as exemptions, credits or abatements – given to individuals, corporations or other organizations. In fiscal year 2012, state agencies reported 242 such breaks, totaling roughly \$8.4 billion in foregone revenues.

Tax expenditures are enacted for a variety of reasons. In Illinois, they have been used to provide tax fairness (e.g. food and prescription drug exemption from sales taxes), encourage education (e.g. tuition tax credits), and promote economic development (e.g. tax exemptions for Enterprise Zone businesses).

A special study within this report focuses on the movement to increase tax expenditure accountability to ensure that businesses that receive tax benefits do what they promise and do not abuse the assistance. Recent accountability efforts in Illinois include requiring nonprofit hospitals to meet charity care requirements to get property and sales tax exemptions; establishing new criteria for enterprise zones and Tax Increment Financing (TIF) districts; and requiring more documentation from entities claiming sales tax exemptions.

In addition, the report analyzes tax expenditures greater than \$100 million, examines growth trends for the three largest tax expenditures, lists incentives designed to encourage businesses to locate and expand in Illinois, and highlights the differences between expenditures that primarily benefit individuals and those that assist businesses.

I hope you find this report informative and useful. If you have any comments or suggestions regarding this report, or any other report of the Comptroller's Office, please contact us at (217)782-6000 or (312)814-2451, or www.illinoiscomptroller.com.

Sincerely,

Judy Baar Topinka
Illinois State Comptroller

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INTRODUCTION

What is a Tax Expenditure?

A tax expenditure is any exemption, exclusion, deduction, allowance, credit, preferential tax rate, abatement, or other device that reduces the amount of tax revenue that would otherwise accrue to the State. Tax expenditures are used to provide a means of benefiting “selected” groups or providing an incentive for the performance of desired activities. Numerous expenditures have been implemented over the years benefiting individuals and business.

The total impact of tax expenditures in Illinois (as reported by state agencies) was estimated at \$8.4 billion in fiscal year 2012, with the major portion derived from income and sales tax expenditures.

Tax expenditures have been used since the early 1930’s; however, it was the decade of the 1980’s that saw an explosive growth in their use. During that decade, 67 of the existing tax expenditures were enacted. Of these, at least 24 were related to economic development efforts, including various tax expenditures related to enterprise zones, foreign trade zones, and high impact business investments.

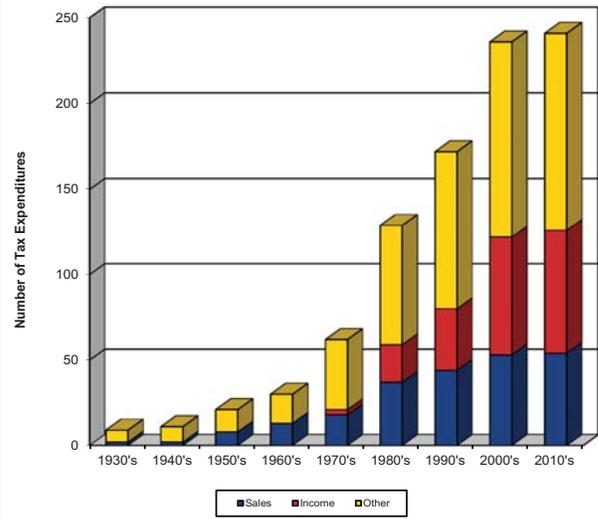
For fiscal year 2012, agencies identified 242 tax expenditures; 192 were associated with taxes and 50 with licenses or fees. Since fiscal year 2000, there has been a second spurt in economic development tax preferences with tax breaks for river edge redevelopment zone investments, the economic development for a growing economy (EDGE) tax credit, and the film production services credit.

The Impact of Higher Income Tax Rates

Effective January 1, 2011, the individual income tax rate was increased from 3% to 5% and the state corporate income tax rate increased from 4.8% to 7%. Although taxpayers increased their withholding and estimated tax payments immediately following this date, data on its impact on tax expenditures was not available for the fiscal year 2011 Tax Expenditure Report. However, the individual income tax information contained in this report does account for the impact of the increase in the individual income tax rate; but the corporate income tax information in this report does not account for the impact of the increase in that tax rate.

As footnoted in this report, the computations of the costs of tax expenditures for the individual income tax were derived from 2011 tax year returns. Therefore, the calculations based on those returns for this report do account for the individual income tax rate increase.

Number of Tax Expenditures in Effect
1930 - 2012



The Department of Revenue waits an additional year to get more complete tax returns for computing tax expenditures for the corporate income tax. Thus, computations of tax expenditures for the corporate income tax in this report were derived from 2010 tax year returns. Tax expenditures based on 2011 tax year returns should be available for the fiscal year 2013 Tax Expenditure Report.

The impact of the higher tax rates on the cost of a specific tax expenditure depends on the nature of the tax expenditure. Higher tax rates are unlikely to have much impact on tax credits, other than that larger tax liabilities may leave fewer potential credits unused. For example, the tax credit for residential real property taxes is 5% of property taxes paid on the taxpayer’s principal residence. The value of this credit is not impacted by the higher tax rate; its cost rose only slightly from fiscal year 2011 to 2012 (\$542 million and \$555 million respectively). In contrast, subtractions from the tax base will become more costly as every \$100 in individual income tax subtractions will now reduce revenues by \$5 versus \$3 before the rate increase. The subtraction for federally taxed retirement and Social Security income is a prime example. Its cost rose from \$1.1 billion in fiscal year 2011 to \$2 billion in fiscal year 2012, making it the most expensive tax expenditure.

The majority of tax expenditures against both the individual and corporate income taxes are subtractions. For the fiscal year 2012 Tax Expenditure Report, \$3.154 billion of tax expenditures for the individual income tax were from subtractions and \$762 million were credits. The breakdown for the corporate income tax was \$249 million arising from subtractions and \$70 million in tax credits.

What's New in Tax Expenditures

Tax Expenditures of \$8.4 Billion in FY 2012

Reported tax expenditures of \$8.356 billion in fiscal year 2012 were up \$1.6 billion or 23.2% from reported tax expenditures of \$6.781 billion in fiscal year 2011. Much of the increase is from the rise in the individual income tax rate, which increased the cost of the subtraction for federally taxed retirement and Social Security income from \$1.1 billion in fiscal year 2011 to \$2 billion in fiscal year 2012, and increased the cost of the standard exemption from \$620 million in fiscal year 2011 to \$1 billion in fiscal year 2012. Removing those two exemptions from the figures reduces the increase in reported tax expenditures to \$295 million or 5.8%.

Tax expenditures from the sales tax of \$3.512 billion were up \$165 million or 4.93% from the prior year estimate. The estimated cost of the most expensive tax expenditure, the food, drugs, and medical appliances rate reduction, of \$1.635 billion was up \$88 million (5.69%) from the prior year estimate. That increase was partially offset by a drop of \$19 million in the estimated cost of the exemption for sales to exempt organizations, and by the fact that nearly \$17 million in expenditures from the sales tax holiday in fiscal year 2011 did not recur in fiscal year 2012. The estimated cost of the rolling stock exemption increased 57.5% from \$47 million to \$74 million, and the cost of the three tax expenditures involving the purchase of biofuels (the biodiesel discount and exemption, the gasohol discount, and the majority blended ethanol exemption) increased \$38 million or 16.2% from a combined \$234 million in fiscal year 2011 to \$271 million in fiscal year 2012.

Tax expenditures for the individual income tax of \$3.916 billion were up \$1.4 billion or 52.9% from fiscal year 2011 expenditures of \$2.561 billion. The large increase is due mainly to the rise in the individual income tax rate from 3% to 5% on January 1, 2011. That caused an increase of \$864 million or 78.6% in the expenditure for federally taxed retirement and Social Security subtractions; \$416 million or 67.1% in the expenditure for the standard exemption for taxpayers and their dependents; \$19 million or 65.1% in the expenditure for military pay subtractions; and \$14 million or 79.1% in the expenditure for additional exemptions for blind and elderly people. The three dominant individual income tax expenditures continued to be the federally taxed retirement

and social security subtraction (\$1.963 billion), the standard exemption for taxpayers and their dependents (\$1.036 billion), and the tax credit for residential real property taxes (\$555 million).

Tax expenditures from the corporate income tax of \$319 million were up \$36 million or 12.7% in fiscal year 2012. The cost of the largest corporate income tax expenditure, the Illinois net operating loss deduction, rose from \$193 million in fiscal year 2011 to \$219 million in fiscal year 2012.

The hospital provider assessment exemption is for hospital providers who are state agencies and state universities or are counties or other units of local government and was \$173 million in fiscal year 2012. This was unchanged from the prior year, as the current hospital services assessment is \$218.38 per occupied hospital bed-day excluding Medicare bed-days and is effective for fiscal years 2009 through 2013. Tax expenditures for the motor fuel taxes, the final revenue source with over \$100 million in tax expenditures, were \$143 million in fiscal year 2012, up \$6 million from the prior year.

What's New in Fiscal Year 2012?

The fire marshal tax offset is the only newly reported tax expenditure this year. Foreign and alien insurance companies are required to pay a retaliatory tax if the sum of their Illinois basis is less than the sum of their basis in their state of incorporation. The amount of their Illinois fire marshal tax paid is added to their Illinois basis to offset the amount of their retaliatory tax.

Individual taxpayers benefited from the expansion of three tax expenditures—the standard income tax exemption, the state earned income tax credit (EITC), and the estate tax exemption. The standard exemption rose from \$2,000 to \$2,050 for tax year 2012, and will grow by the rate of inflation in each succeeding year. The state EITC increased from 5% to 7.5% of the federal EITC in tax year 2012, and will rise to 10% in later years. Finally, the Illinois estate tax exemption rose from \$2 million to \$3.5 million for persons dying in 2012, and \$4 million for later years.

The Illinois net operating loss deduction, which had been suspended for tax years ending between January 1, 2011 and December 30, 2014, was reinstated for tax years ending between December 31, 2012 and December 30, 2014—but the deduction is capped at \$100,000 per year per taxpayer for those years. ■

SPECIAL STUDY: INCREASED TAX EXPENDITURE ACCOUNTABILITY

As the use of tax expenditures by states to attract and retain businesses has grown, so have measures to make sure that those expenditures are not abused and will go to entities that will help the state’s economy. Good Jobs First, a national policy organization that promotes corporate and government accountability in economic development, noted that states and localities in the U.S. spend about \$70 billion per year on economic development incentives, but the companies receiving those incentives do not always provide the jobs and public benefits promised. In January, 2012, it reported on its survey of 238 of the most significant economic incentive programs across all states and its ratings on how well the performance of incentive recipients is monitored in those programs.

The ratings are weighted based on a state’s performance standards—in other words, a state will not get a high score for strictly enforcing weak standards. The highest-rated programs had requirements for recipient companies to report their outcomes to a state agency, procedures for verifying the reported information, and penalties for non-compliance. Illinois ranked 18th overall (tied with Delaware and Michigan); but it ranked 3rd for enforcement alone, unweighted for performance standards. A previous study of states’ economic development incentive disclosure requirements ranked Illinois 1st, largely because of its 2003 Corporate Accountability for Tax Expenditures Act, which required annual progress reports from companies that receive incentives and required the Department of Commerce and Economic Opportunity (DCEO) to publish the reports online.

Several new Illinois laws in 2011 and 2012 provided for more disclosure and more provisions to ensure that entities that receive tax benefits are meeting the requirements for them.

For example, a 2012 law established a new process for non-profit hospitals to get exemptions from property tax and from sales and use tax. Instead of qualifying based solely on its charitable nonprofit status, a nonprofit hospital must now show that the value of its qualified charity and discounted services for the year equals or exceeds the estimated property tax liability it would have. There are a number of qualified activities, including charity care; subsidies paid to the state or local governments for health care for low-income or underserved individuals; subsidies provided to government by treating dual eligible Medicare/Medicaid patients; and other unreimbursed costs for treating low-income or underserved individuals or relieving the burden of government related to health care. A hospital may use the value of services provided in its latest fiscal year or the average value for the last 3 fiscal years.

Also, beginning in tax year 2012, for-profit hospitals get an income tax credit equal to the lesser of the amount of property taxes paid on real property used for hospital purposes during the prior tax year, or the cost of free or discounted services provided during the tax year pursuant to the hospital’s charitable financial assistance policy, measured at cost. The law stemmed from the denial by the Illinois Department of Revenue of Provena Hospitals’ request for a property tax exemption for Provena Covenant Medical Center in Urbana based on the charitable purposes to which the property was put. The denial was eventually upheld by the Illinois Supreme Court, which found that the hospital system did not provide enough charitable care to be exempt. The Department later denied the property tax-exempt status of several other hospitals based on their low levels of charity care, leading to discussions of establishing a clear definition of what hospitals need to do to be exempt.

Recent Legislative Changes Affecting Tax Expenditure Accountability	
Public Act	Provisions
97-2 (2011)	Added a recapture provision to EDGE contracts
97-502 (2011)	Established documentation requirements for sales tax exemption for building materials used in a public-private transportation project
97-636 (2012)	Changed some eligibility and reporting requirements for TIF districts
97-688 (2012)	Established criteria for nonprofit hospital property tax exemptions; established an income tax credit for for-profit hospitals
97-749 (2012)	Required DCEO to post EDGE agreements on its website
97-905 (2012)	Established eligibility and reporting requirements for enterprise zones; added documentation requirements for enterprise zone building materials sales tax exemptions

More clarification was enacted for enterprise zones in 2012 as well. Instead of having to be a “depressed area” and satisfy any additional criteria established by DCEO by rule, an area has to meet at least 3 of 10 specific criteria in the new law, such as meeting a minimum unemployment or poverty threshold; having an abandoned coal mine, brownfield, or federal disaster area; having large numbers of plant closures or vacant commercial or industrial properties; having small changes in equalized assessed value of commercial or industrial properties; showing that designation of the zone will result in a minimum number of jobs created and investment made; existence of a plan for using the zone designation to improve the tax base; and having career-preparation programs at local high schools or community colleges.

For all applicants that qualify, DCEO is to score them based on the extent to which they meet those criteria, and submit the scores to the new Enterprise Zone Board, consisting of the directors of DCEO and the Department of Revenue (or their designees), and three members appointed by the Governor with Senate approval. The Board approves or denies applications. New enterprise zones last 15 years instead of 30, subject to Board review after 13 years for a 10-year extension. The law also eliminated the income tax credit for hiring by a business in an enterprise zone or by a High Impact Business, and the deduction for dividends paid by a corporation conducting business in an enterprise zone.

In addition to the information previously required, beginning in August 2012, DCEO must report annually to the Governor and General Assembly on the aggregate value of tax incentives for each enterprise zone. Further, any business receiving tax incentives due to its location within an enterprise zone or River Edge Redevelopment Zone, or its designation as a High Impact Business, must report annually to the Department of Revenue information about the related tax benefits it receives and its job creation, retention, and capital investment numbers.

Requirements for developers that get Tax Increment Financing (TIF) funds, and for the municipalities that authorize TIF projects, were augmented in 2012. Projects approved for TIF financing must be expected to create or retain at least 4,250 jobs instead of 2,000. A provision for recapture is

established for developers who terminate operations or fail to maintain the minimum number of jobs. Municipalities must now annually submit to the State Comptroller and to all taxing districts overlapping the TIF project area a number of items, including audited financial statements of the special tax allocation fund once a cumulative total of \$100,000 has been deposited in it, and an analysis of the special tax allocation fund that sets forth the beginning balance, deposits and expenditures, and the ending balance.

In 2011 and 2012, documentation requirements were tightened for some sales tax exemptions related to economic development. The exemptions for sales of building materials to be incorporated into an enterprise zone or a High Impact Business location must be documented by exemption certificates issued by the Illinois Department of Revenue. Similarly, under the new Public-Private Partnerships for Transportation Act, qualified sales of building materials to be incorporated into a project under the Act are exempt from sales tax if the project has a Certificate of Eligibility for Sales Tax Exemption issued by the agency with authority over the project. To document the exemption, the retailer must get from the purchaser a copy of the Certificate, along with a certificate from the purchaser that contains a statement that the building materials are being purchased for incorporation into a project under the Act; the location of the project; the name of the project; a description of the building materials being purchased; and the purchaser’s signature and date of purchase.

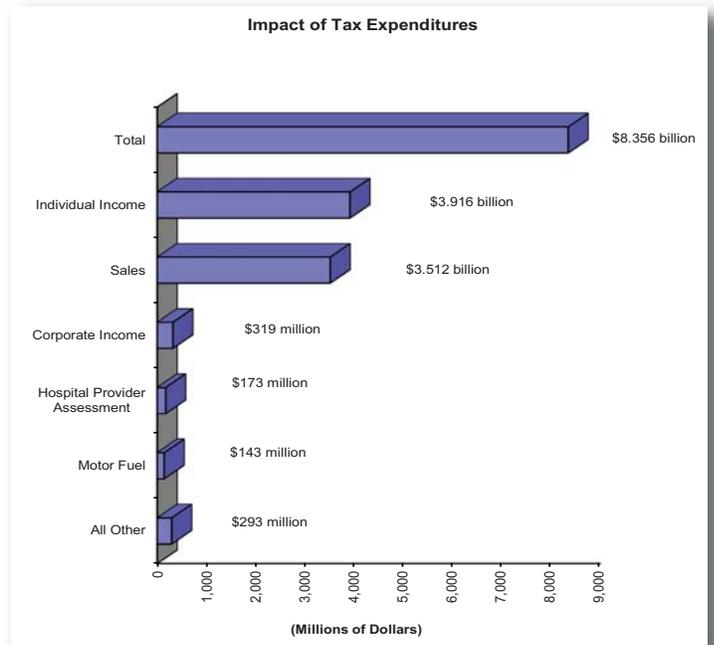
Finally, written Economic Development for a Growing Economy (EDGE) agreements must include a provision stating that if the recipient never meets either the investment or job creation or retention requirements specified in the agreement during the 5-year period after the agreement is executed, then the agreement automatically terminates after the fifth year and the recipient is not entitled to any credits awarded during those 5 years. Further, DCEO must post on its website the terms of each agreement entered into under the Act on or after July 6, 2012. ■

A REVIEW OF FISCAL YEAR 2012 TAX EXPENDITURES

The Impact of Tax Expenditures

Although tax expenditures were reported for 43 revenue sources in fiscal year 2012, the five largest tax sources accounted for \$8.063 billion or 96% of the \$8.356 billion in reported tax expenditures.

Close to half of the reported value of tax expenditures was attributed to the individual income tax. Tax expenditures against the individual income tax of \$3.916 billion accounted for 46.9% of total tax expenditures. Tax expenditures against the sales and use tax of \$3.512 billion were 42.0% of the total, and corporate income tax expenditures of \$319 million were 3.8% of the total. The hospital provider assessment (\$173 million) accounted for 2.1% and the motor fuel tax (\$143 million) accounted for 1.7% of reported tax expenditures, leaving only \$293 million or 3.5% for tax expenditures from the remaining revenue sources.



Tax Expenditures Greater than \$100 Million

There were fifteen tax expenditures with estimated costs in excess of \$100 million in fiscal year 2012. Eight of the over \$100 million tax expenditures were from the sales tax, with four from the individual income tax, and one each from the corporate income tax, hospital provider assessment, and the motor fuel tax. Three tax expenditures—the retirement income and Social Security deduction and the standard deduction from the individual income tax, and the food,

drug, and medical appliance rate reduction from the sales tax—had a cost of over \$1 billion. With a cost of \$1.963 billion, the retirement income and Social Security deduction represented 23% of the total reported impact of tax expenditures. The fifteen largest tax expenditures totaled \$7.4 billion or 88% of the total impact of all tax expenditures.

Three Largest Tax Expenditures, Fiscal Years 1993 to 2012

Reported tax expenditures of \$8.4 billion for fiscal year 2012 were \$5.3 billion greater or over 2.7 times the \$3.1 billion reported for fiscal year 1993, the first year that the Tax Expenditure Report was issued. The change in the value of reported tax expenditures reflects improved reporting and new tax expenditures, as well as the impact of inflation and economic growth, and the increase in the individual income tax rate in 2012. Of particular interest are the trends in growth for the three largest expenditures which accounted for a little over half (55.5% in fiscal year 2012) of the total reported cost.

The largest tax expenditure is the individual income tax deduction for retirement and Social Security income. Retirement subtractions from the Illinois individual income tax apply to all retirement income including IRA, disability, social security, and railroad retirement income that is subject to the federal income tax. The estimated cost of this tax

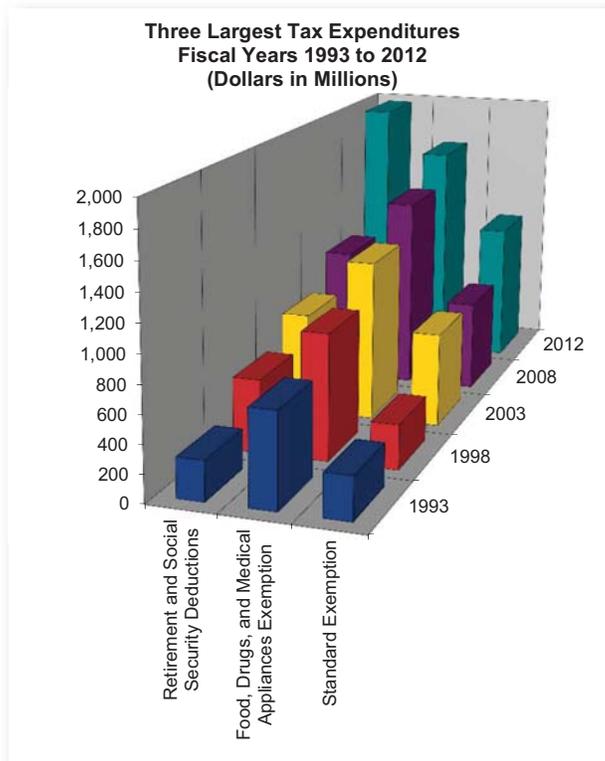
The Fifteen Largest Tax Expenditures - Fiscal Year 2012 (Millions of Dollars)		
Amount	Expenditure	Applied Against
\$ 1,963	Retirement and Social Security Deductions	Individual Income Tax
1,635	Food, Drugs, Medical Appliances	Sales Tax
1,036	Standard Deduction	Individual Income Tax
555	Property Tax Credit	Individual Income Tax
405	Sales to Exempt Organizations	Sales Tax
315	Exemption for Trade-Ins	Sales Tax
259	Farm Chemical Exemption	Sales Tax
219	Illinois Net Operating Loss Deduction	Corporate Income Tax
183	Manufacturing Machinery Exemption	Sales Tax
173	Hospital Provider exemption	Hosp. Provider Assess.
142	Gasohol Discount	Sales Tax
127	Biodiesel Discount and Exemption	Sales Tax
121	Retailer's Discount	Sales Tax
116	Non Motor Vehicle Use	Motor Fuel Tax
106	Earned Income Tax Credit	Individual Income Tax
\$7.355 Billion	Total Impact of Fifteen Largest Tax Expenditures	
\$8.356 Billion	Total Impact of All Tax Expenditures	
88%	Percent of Total Impact	

expenditure of \$1.963 billion for fiscal year 2012 was \$1.679 billion greater or almost 7 times its cost of \$284 million in fiscal year 1993. The substantial growth in this expenditure in part reflects the increase in income that has become subject to the federal tax, such as the increase in the maximum percentage of federally taxable social security income from 50% to 85% effective for the 1994 tax year. Also, the cost of the expenditure nearly doubled from fiscal year 2011 to fiscal year 2012 as the individual income tax rate increased from 3% to 5% on January 1, 2011, which increased the value of the expenditure.

Demographers are projecting a sizable increase in Illinois' population over 65. According to the Illinois Department of Commerce and Economic Opportunity population projections, there will be 2.9 million senior citizens in Illinois in 2030, up 73.9% from the number of seniors (1.7 million) in 2010. Over that same period, the total Illinois population is projected to increase 14.0%. The result should be a continued rapid increase in the cost of the retirement income tax expenditure. However, the individual income tax rate is scheduled to drop to 3.75% on January 1, 2015, and to 3.25% on January 1, 2025, which would lessen the value of the expenditure.

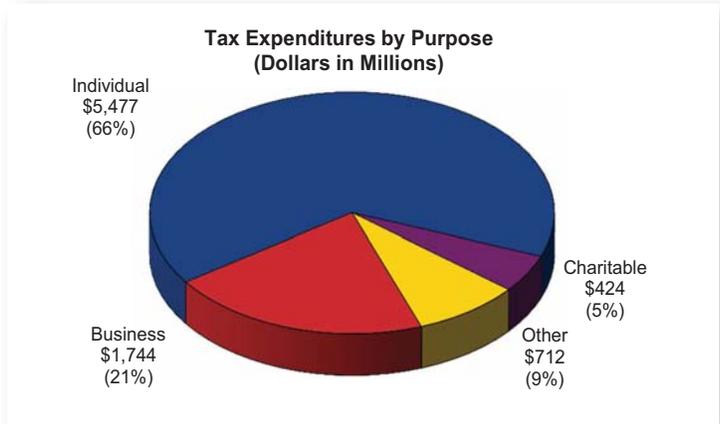
The second-largest tax expenditure is the reduced sales tax rate for food, drugs, and medical appliances. Between fiscal year 1993 and fiscal year 2012, its cost increased \$960 million as the tax expenditure more than doubled from \$675 million to \$1.635 billion, reflecting inflation and increased consumer purchases of exempted items.

The standard deduction from the state individual income tax had been one of the slowest growing tax expenditures, increasing only \$14 million from \$306 million to \$320 million between fiscal year 1993 and fiscal year 1998 when the deduction amount was \$1,000. With the increases to the deduction amount in the last 15 years (to \$1,300 for the 1998 tax year, \$1,650 for the 1999 tax year, \$2,000 for tax years 2000 through 2011, and \$2,050 for tax year 2012), its cost has increased a further \$716 million to \$1.036 billion for fiscal 2012. More annual growth is expected starting in the 2013 tax year when the deduction will be increased by an inflation adjustment each year.

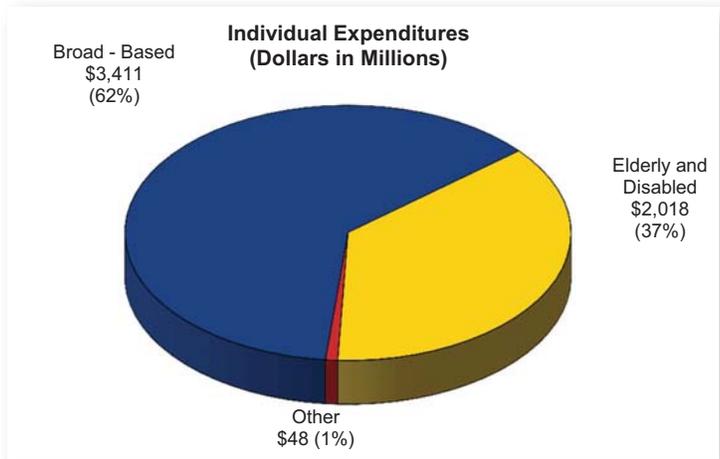


Who Received Tax Expenditures?

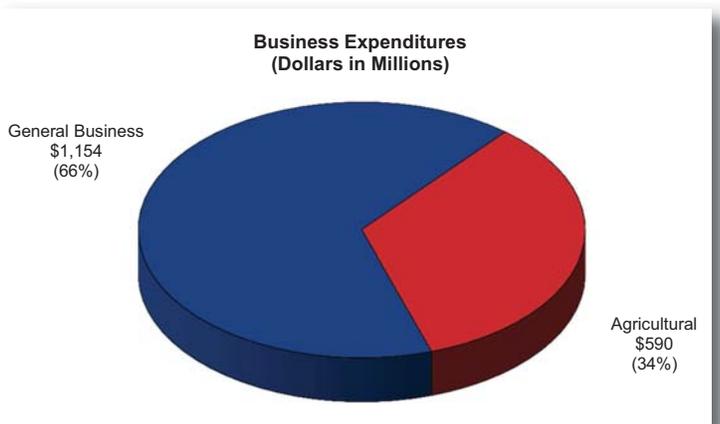
Tax expenditures for individuals totaled \$5.5 billion while businesses received \$1.7 billion, charities \$424 million, and others \$712 million.



Individuals received \$3.4 billion in broad-based tax expenditures. The three largest were the food and drug rate reduction, the standard exemption from the individual income tax, and the property tax credit. Other broad-based tax expenditures included the earned income credit and the education expense credit. The expenditures for the elderly and disabled of \$2.0 billion consisted primarily of the federally taxed retirement and social security subtractions.



The impact of general business expenditures was \$1.2 billion, while agricultural expenditures were \$590 million. The net operating loss deduction, manufacturing machinery exemption, retailer's sales tax discount, and sales of motor fuel for use other than in motor vehicles were the largest general business expenditures.



Sales to exempt organizations were all but \$19 million of the \$424 million worth of expenditures for charities. The largest of the \$712 million in other expenditures was the \$315 million impact of the traded-in property exemption from the sales tax.

Economic Development Tax Incentives

One of the most notable uses of tax expenditures is to provide incentives to businesses to maintain and expand employment and investment in the state. Among the current business incentives offered by Illinois are the sales tax exemption and credit for manufacturing equipment, tax incentives for high economic impact businesses and investments in enterprise zones and river edge redevelopment zones, EDGE (Economic Development for a Growing Economy) tax credits, job training contribution subtractions, research and development credits, and film production services credits.

The cost of these incentives was \$400 million in fiscal year 2012. The largest incentive was the manufacturing and assembling machinery and equipment exemption from the sales tax with a cost to the state of \$183 million. There were three other incentives with a cost in excess of \$25 million: the manufacturer's purchase credit from the sales tax, the EDGE tax credit from the corporate income tax, and the enterprise zone and high economic impact business exemption from the electricity excise tax. ■

Economic Development Tax Incentives (Thousands)		
	Fiscal Year 2011 Annual Impact	Fiscal Year 2012 Annual Impact
Sales Taxes:		
Manufacturing and Assembling Machinery and Equipment Exemption	\$184,000	\$183,000
Manufacturer's Purchase Credit	37,785	37,500
Designated Tangible Personal Property within Enterprise Zone Exemption	20,000	20,000
Graphic Arts Machinery and Equipment Exemption	8,300	8,000
Building Materials within Special Zone Exemption	4,100	4,100
Individual Income Tax:		
Income Tax Credits	16,354	21,506
Income Tax Subtractions	4,532	7,070
Corporate Income Tax:		
Economic Development for a Growing Economy Tax Credit	36,149	31,259
Film Production Services Credit	11,799	11,826
Research and Development Credit	13,200	11,476
Enterprise Zone and River Edge Redevelopment Zone Investment Credit	6,009	7,602
Special Zone Dividend, Interest, and Charitable Contribution Subtractions	1,529	1,360
Job Training Contribution Subtraction	477	82
High Economic Impact Business Dividend Subtraction	1,181	61
High Economic Impact Business Investment Credit	3,104	21
Electricity Excise Tax:		
Enterprise & Foreign Trade Zone High Economic Impact Business Exemption	43,334	39,759
Purchase of Electricity Generated by Solid Waste Energy Facility Credit	2,184	1,709
Gas Revenue Tax:		
Enterprise & Foreign Trade Zone High Economic Impact Business Exemption	13,725	12,516
Telecommunications Excise Tax:		
Enterprise & Foreign Trade Zone High Economic Impact Business Exemption	2,254	1,261
Gross Receipts Tax (Public Utility Fund):		
Enterprise Zone Revenue Exemption	26	17
Total	\$410,042	\$400,125

The Tax Expenditure Report identifies only tax expenditures that reduce State revenues. When local taxes are piggy-backed onto state taxes, tax expenditures also reduce local government tax revenues. A prime example is sales tax expenditures that also apply to the additional portion of sales tax collections distributed to local governments.

One prominent tax expenditure has been designed to exclusively impact local government revenues. The investment tax credit is applied against the personal property replace-

ment income tax which is distributed to local governments. This tax expenditure includes a base 0.5% credit for buying equipment used in retailing, manufacturing, or mining. An additional credit is allowed for companies that increase their Illinois employment. The maximum additional credit is 0.5% for companies whose Illinois employment has increased by at least 1% over the previous year. The cost to local governments for this tax expenditure for the 2010 tax year was \$22.5 million.

TAX EXPENDITURES BY FUND GROUP AND FUND

(IN THOUSANDS)

Fund Group: General

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 5,098,165	\$ 6,362,473
General Revenue - Common School Special Account Fund	0005	837,003	878,225
Education Assistance Fund	0007	187,623	277,180
Common School Fund	0412	1,614	1,407
Total Impact, General		\$ 6,124,405	\$ 7,519,285

Fund Group: Highway

Fund Name and Code:		FY 11	FY 12
Motor Fuel Tax - State Fund	0012	\$ 136,581	\$ 142,785
Road Fund	0011	8,116	9,771
State Construction Account Fund	0902	4,066	4,955
Total Impact, Highway		\$ 148,763	\$ 157,511

Fund Group: Special State

Fund Name and Code:		FY 11	FY 12
Income Tax Refund Fund	0278	\$ 273,169	\$ 437,566
Hospital Provider Fund	0346	173,274	173,274
Underground Storage Tank Fund	0072	21,541	17,340
Fire Prevention Fund	0047	0	11,299
Long Term Care Provider Fund	0345	8,854	8,996
Build Illinois Fund	0960	7,050	7,500
Horse Racing Fund	0632	2,881	3,064
Illinois Health Facilities Planning Fund	0238	1,369	1,712
School Infrastructure Fund	0568	1,614	1,407
Wildlife and Fish Fund	0041	1,272	1,272
Public Utility Fund	0059	1,314	1,260
Local Tourism Fund	0969	1,050	1,175
International Tourism Fund	0621	650	775
Drivers Education Fund	0031	569	659
Illinois Clean Water Fund	0731	375	375
Corporate Franchise Tax Refund Fund	0380	359	367
Metabolic Screening and Treatment Fund	0920	224	279
State Police Vehicle Fund	0246	190	224
Environmental Protection Permit and Inspection Fund	0944	216	220
Lead Poisoning, Screening, Prevention and Abatement Fund	0360	173	148
Long Term Care Monitor/Receiver Fund	0285	133	133
Facility Licensing Fund	0118	0	102
Health Facility Plan Review Fund	0524	96	96
Private Sewage Disposal Program Fund	0790	0	16
Pesticide Control Fund	0576	2	11
Public Health Water Permit Fund	0256	0	7
Illinois School Asbestos Abatement Fund	0175	3	1
Public Health Laboratory Services Revolving Fund	0340	2,686	0
Total Impact, Special State		\$ 499,064	\$ 669,278

Fund Group: Debt Service

Fund Name and Code:		FY 11	FY 12
Capital Projects Fund	0694	\$ 9,032	\$ 10,328
Total Impact, Debt Service		\$ 9,032	\$ 10,328

GRAND TOTAL, IMPACT **\$ 6,781,264** **\$ 8,356,402**

TAX EXPENDITURES BY REVENUE SOURCE

(IN THOUSANDS)

Revenue Source and Annual Receipts: Individual Income Tax

Expenditure:	FY 11	FY 12
Federally Taxed Retirement and Social Security Subtractions	\$ 1,098,914	\$ 1,962,688
Standard Exemption: Taxpayers and Dependents	619,858	1,035,906
Tax Credit for Residential Real Property Taxes	541,786	554,929
Earned Income Tax Credit	105,607	105,802
Education Expense Credit	74,354	79,605
Other Subtractions ¹	51,269	68,146
Military Pay Subtraction	28,866	47,663
Additional Exemptions: Blind and Elderly	17,925	32,111
Other Income Tax Credits and Subtractions ²	22,037	29,015
Total Impact	\$ 2,560,616	\$ 3,915,865

Revenue Source and Annual Receipts: Sales and Use Tax

Expenditure:	FY 11	FY 12
Food, Drugs, and Medical Appliances Rate Reduction	\$ 1,547,000	\$ 1,635,000
Sales to Exempt Organizations	424,000	405,000
Traded-In Property Exemption	309,000	315,000
Farm Chemicals (Includes Feed and Seed) Exemption	241,000	259,000
Manufacturing and Assembling Machinery and Equipment Exemption	184,000	183,000
Gasohol Discount	125,000	142,000
Biodiesel Discount and Exemption	107,000	127,000
Retailer's Discount	116,000	121,000
Rolling Stock Exemption	47,000	74,000
Farm Machinery and Equipment Exemption	51,000	57,000
Sales of Motor Vehicles to Non-Residents Exemption	39,000	43,000
Sales of Vehicles to Automobile Rentors Exemption	32,000	43,000
Manufacturer's Purchase Credit	37,785	37,500
Newsprint and Ink to Newspapers and Magazines Exemption	33,000	32,000
Designated Tangible Personal Property within Enterprise Zone Exemption	20,000	20,000
Graphic Arts Machinery and Equipment Exemption	8,300	8,000
Sales Tax Holiday Exemptions	16,800	0
All Other	9,427	11,000
Total Impact	\$ 3,347,312	\$ 3,512,500

¹ Includes subtractions for a variety of items, many of which (interest expenses, job training contributions, acceleration of life insurance benefits for a terminal illness, Persian Gulf War bonuses, medical care savings accounts, college savings accounts, self-employed health insurance, Roth IRA conversions, compensation of Nazi victims, nonsalary ride sharing compensation, and amounts awarded for wrongful imprisonment) are tax expenditures.

² Includes the Economic Development for a Growing Economy credit; research and development credit; film production services credit; Enterprise Zone and River Edge Redevelopment Zone Investment credits; High Impact Business investment credit; affordable housing donation credit; New Markets credit; veterans job credit; ex-felon jobs credit; student-assistance contribution credit; TECH-PREP Youth Vocational Programs credit; River Edge Redevelopment Zone site remediation credit; jobs credit; dependent care assistance program credit; Enterprise Zone dividends subtraction; and Foreign Trade Zone dividends subtraction.

TAX EXPENDITURES BY REVENUE SOURCE

(IN THOUSANDS)

Revenue Source and Annual Receipts: Corporate Income Tax

Expenditure:	FY 11	FY 12
Illinois Net Operating Loss Deduction	\$ 193,487	\$ 218,957
Economic Development for a Growing Economy Tax Credit	36,149	31,259
Foreign Insurer Rate Reduction ³	7,544	28,258
Film Production Services Credit	11,799	11,826
Research and Development Credit	13,200	11,476
Affordable Housing Donations	8,208	7,627
Enterprise Zone and River Edge Redevelopment Zone Investment Credit	6,009	7,602
Enterprise Zone and River Edge Redevelopment Zone Dividend, Interest and Charitable Contribution Subtractions	1,529	1,360
Job Training Contribution Subtraction	477	82
High Economic Impact Business Dividend Subtraction	1,181	61
High Economic Impact Business Investment Credit	3,104	21
All Other	52	155
Total Impact	\$ 282,739	\$ 318,684

Revenue Source and Annual Receipts: Hospital Provider Assessment

Expenditure:	FY 11	FY 12
Hospital Provider Exemption	\$ 173,274	\$ 173,274
Total Impact	\$ 173,274	\$ 173,274

Revenue Source and Annual Receipts: Motor Fuel Taxes

Expenditure:	FY 11	FY 12
Sales for Use Other Than in Motor Vehicles Exemption	\$ 110,126	\$ 116,108
Timely Filing and Full Payment Discount	19,955	20,060
Municipal Corporation or Private Utility Local Transportation System Exemption	6,459	6,575
Aviation Purposes Exemption	41	42
Total Impact	\$ 136,581	\$ 142,785

Revenue Source and Annual Receipts: Insurance Retaliatory Tax

Expenditure:	FY 11	FY 12
Replacement Income Tax Credit	\$ 25,730	\$ 21,755
Fire Department Tax Credit	16,028	15,913
Fire Marshal Tax Offset	0	11,299
Total Impact	\$ 41,758	\$ 48,967

Revenue Source and Annual Receipts: Gas Revenue Tax

Expenditure:	FY 11	FY 12
Gas Used in Production of Electric Energy	\$ 11,352	\$ 20,646
Enterprise Zone and Foreign Trade Zone High Economic Impact Business Exemption	13,725	12,516
Gas Used in Petroleum Refinery Operation	8,328	8,123
Gas Used in Production of Fertilizer	2,700	2,544
Cost of Collection Discount (Gas Use Tax)	682	580
Total Impact	\$ 36,787	\$ 44,409

Revenue Source and Annual Receipts: Electricity Excise Tax

Expenditure:	FY 11	FY 12
Enterprise Zone and Foreign Trade Zone High Economic Impact Business Exemption	\$ 43,334	\$ 39,759
Purchase of Electricity Generated by Solid Waste Energy Facility Credit	2,184	1,709
Total Impact	\$ 45,518	\$ 41,468

³ The FY 2011 cost was revised from \$2,309,000 to \$7,544,000 due to the late submission of some tax returns.

TAX EXPENDITURES BY REVENUE SOURCE (IN THOUSANDS)

Revenue Source and Annual Receipts: Vehicle Use Tax

Expenditure:	FY 11	FY 12
Rolling Stock Exemption	\$ 11,010	\$ 10,560
Government, Charitable, Educational, Religious Entities Exemption	5,960	6,160
Family Member Preferential Tax Rate	3,528	3,530
Farm Implement - Ready Mix Exemption	2,164	2,350
Out-of-State Resident Exemption	1,810	2,110
Surviving Spouse Exemption	280	270
Estate Gift to Beneficiary Preferential Tax Rate	160	170
Business Reorganization Preferential Tax Rate	58	52
Total Impact	\$ 24,970	\$ 25,202

Revenue Source and Annual Receipts: Insurance Privilege Tax

Expenditure:	FY 11	FY 12
Fire Department Tax Credit	\$ 15,226	\$ 14,968
New Markets Development Program	1	3,817
Replacement Income Tax Credit	1,121	1,158
Total Impact	\$ 16,348	\$ 19,943

Revenue Source and Annual Receipts: Annual Reports of Corporations

Expenditure:	FY 11	FY 12
Two Million Dollar Cap on Franchise Tax for Corporations	\$ 17,934	\$ 18,374
Total Impact	\$ 17,934	\$ 18,374

Revenue Source and Annual Receipts: Motor Vehicle Registration (1st Division)

Expenditure:	FY 11	FY 12
Senior Citizen Plate Renewal Reduction	\$ 12,040	\$ 12,329
Charitable Organization Vehicle Exemption	215	2,620
Municipality Owned Passenger Vehicle Exemption	2,249	2,493
Disabled Veteran Vehicle Registration Exemption	417	409
Drivers Education Vehicles	6	194
X-POW Vehicle Registration Exemption	48	43
Sheriff Plates	21	23
Total Impact	\$ 14,996	\$ 18,111

Revenue Source and Annual Receipts: Underground Storage Tank Tax

Expenditure:	FY 11	FY 12
Airport Exemption	\$ 16,732	\$ 12,378
Rail Carrier Exemption	2,982	3,103
Timely Filing and Full Payment Discount	1,217	1,224
Exemption for Ships, Barges & Vessels Conducting Interstate Commerce on Border Rivers	583	603
Liquefied Propane Gas Exemption	27	32
Total Impact	\$ 21,541	\$ 17,340

Revenue Source and Annual Receipts: Hotel Operators' Occupation and Use Tax

Expenditure:	FY 11	FY 12
Permanent Residents Exemption	\$ 10,200	\$ 11,100
Cost of Collection Discount	3,900	4,100
Total Impact	\$ 14,100	\$ 15,200

Revenue Source and Annual Receipts: Telecommunications Excise Tax

Expenditure:	FY 11	FY 12
Cost of Collection Discount	\$ 9,229	\$ 8,590
Enterprise Zone and Foreign Trade Zone High Economic Impact Business Exemption	2,254	1,261
Total Impact	\$ 11,483	\$ 9,851

TAX EXPENDITURES BY REVENUE SOURCE (IN THOUSANDS)

Revenue Source and Annual Receipts: Cigarette and Cigarette Use Taxes

Expenditure:	<u>FY 11</u>	<u>FY 12</u>
Cost of Collection Discount	\$ 8,854	\$ 8,996
Total Impact	\$ 8,854	\$ 8,996

Revenue Source and Annual Receipts: Driver's License Four Year Renewal

Expenditure:	<u>FY 11</u>	<u>FY 12</u>
Reduced Renewal Fee for Senior Citizens	\$ 5,162	\$ 5,891
Total Impact	\$ 5,162	\$ 5,891

Revenue Source and Annual Receipts: Automobile Renting Occupation and Use Tax

Expenditure:	<u>FY 11</u>	<u>FY 12</u>
Claims for Loss or Damage Deduction	\$ 1,600	\$ 1,600
Exempt Organization Rentals	1,500	1,500
Insurance Coverage Deduction	1,200	1,200
Timely Filing and Full Payment Discount	600	600
Refueling Deduction	500	500
Other/Miscellaneous Deductions	100	100
Total Impact	\$ 5,500	\$ 5,500

Revenue Source and Annual Receipts: Standard Identification Card Fee

Expenditure:	<u>FY 11</u>	<u>FY 12</u>
Duplicated/Corrected ID Senior Citizen/Handicapped	\$ 3,125	\$ 3,375
Total Impact	\$ 3,125	\$ 3,375

Revenue Source and Annual Receipts: Racing Pari-mutuel (Privilege) Tax

Expenditure:	<u>FY 11</u>	<u>FY 12</u>
Real Estate Tax Credit	\$ 2,881	\$ 3,064
Total Impact	\$ 2,881	\$ 3,064

Revenue Source and Annual Receipts: Liquor Gallonage Tax

Expenditure:	<u>FY 11</u>	<u>FY 12</u>
Cost of Collection Discount	\$ 2,199	\$ 2,290
Non-Beverage User Exemption	587	612
Sacramental Wine Exemption	20	20
Total Impact	\$ 2,806	\$ 2,922

Revenue Source and Annual Receipts: Sexually Transmitted Disease Test Fee

Expenditure:	<u>FY 11</u>	<u>FY 12</u>
Population With High Incidence of Sexually Transmitted Diseases Exemption	\$ 2,356	\$ 0
Dept. Funded HIV Counseling & Testing Site and HIV Seroprevalence Exemption	330	0
Total Impact	\$ 2,686	\$ 0

Revenue Source and Annual Receipts: All Other

Expenditure:	<u>FY 11</u>	<u>FY 12</u>
All Other	\$ 4,293	\$ 4,681
Total Impact	\$ 4,293	\$ 4,681

GRAND TOTAL, IMPACT \$ 6,781,264 \$ 8,356,402

SUMMARY OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Secretary of State

Revenue Source and Annual Receipts: Motor Vehicle Registration (1st Division)

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Road Fund	0011	\$ 6,922	\$ 8,437
State Police Vehicle Fund	0246	190	224
Capital Projects Fund	0694	3,818	4,495
State Construction Account Fund	0902	4,066	4,955

Revenue Source and Annual Receipts: Standard Identification Card Fee

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 2,500	\$ 2,700
Road Fund	0011	625	675

Revenue Source and Annual Receipts: Duplicated/Corrected Driver's License

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Road Fund	0011	\$ 15	\$ 29
Drivers Education Fund	0031	15	29

Revenue Source and Annual Receipts: Driver's License Four Year Renewal Fee

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Road Fund	0011	\$ 554	\$ 630
Drivers Education Fund	0031	554	630
Capital Projects Fund	0694	4,054	4,631

Revenue Source and Annual Receipts: Annual Reports of Corporations

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 17,575	\$ 18,007
Corporate Franchise Tax Refund Fund	0380	359	367

Natural Resources

Revenue Source and Annual Receipts: Fishing Licenses

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Wildlife and Fish Fund	0041	\$ 1,272	\$ 1,272

SUMMARY OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Insurance

Revenue Source and Annual Receipts: Insurance Privilege Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 16,348	\$ 19,943

Revenue Source and Annual Receipts: Retaliatory Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 41,758	\$ 37,668
Fire Prevention Fund	0047	\$ 0	\$ 11,299

Healthcare and Family Services

Revenue Source and Annual Receipts: Hospital Provider Assessment

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Hospital Provider Fund	0346	\$ 173,274	\$ 173,274

Public Health

Revenue Source and Annual Receipts: Health Care Facility Permit Application Fee

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Illinois Health Facilities Planning Fund	0238	\$ 1,369	\$ 1,712

Revenue Source and Annual Receipts: Vital Records Fees

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 18	\$ 4

Revenue Source and Annual Receipts: Metabolic Screening and Treatment Fee

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Metabolic Screening and Treatment Fund	0920	\$ 224	\$ 279

Revenue Source and Annual Receipts: Private Sewage Fee

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 18	\$ 0
Private Sewage Disposal Program Fund	0790	0	16

Revenue Source and Annual Receipts: Pesticide Control Fee

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Pesticide Control Fund	0576	\$ 2	\$ 11

SUMMARY OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Public Health (Continued)

Revenue Source and Annual Receipts: Recreational Area Fee

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 36	\$ 36

Revenue Source and Annual Receipts: Swimming Pool and Bathing Beach Fee

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 99	\$ 0
Facility Licensing Fund	0118	0	102

Revenue Source and Annual Receipts: Long Term Care Facility Fee

Fund Name and Code:		FY 11	FY 12
Long Term Care Monitor/Receiver Fund	0285	\$ 133	\$ 133

Revenue Source and Annual Receipts: Childhood Lead Screening Fee

Fund Name and Code:		FY 11	FY 12
Lead Poisoning, Screening, Prevention and Abatement Fund	0360	\$ 163	\$ 138

Revenue Source and Annual Receipts: Automated Lab Tests - HIV (ELISA) Test and STD Test

Fund Name and Code:		FY 11	FY 12
Public Health Services Revolving Fund	0340	\$ 2,686	\$ 0

Revenue Source and Annual Receipts: Youth Camp License Application Fee

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1	\$ 1

Revenue Source and Annual Receipts: Water Pump Contractor Fee

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 7	\$ 0
Public Health Water Permit Fund	0256	0	7

Revenue Source and Annual Receipts: Environmental Lead License Application Fee

Fund Name and Code:		FY 11	FY 12
Lead Poisoning, Screening, Prevention and Abatement Fund	0360	\$ 10	\$ 10

Revenue Source and Annual Receipts: Salvage Warehouse and Salvage Warehouse Store Act

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 3	\$ 3

Revenue Source and Annual Receipts: Asbestos Abatement License Fee

Fund Name and Code:		FY 11	FY 12
Illinois School Asbestos Abatement Fund	0175	\$ 3	\$ 1

SUMMARY OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Public Health (Concluded)

Revenue Source and Annual Receipts: Plan Review Fee - LTC Facilities

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Health Facility Plan Review Fund	0524	\$ 96	\$ 96

Revenue

Revenue Source and Annual Receipts: Sales and Use Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 2,510,309	\$ 2,634,275
General Revenue - Common School Special Account Fund	0005	837,003	878,225

Revenue Source and Annual Receipts: Individual Income Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 2,165,946	\$ 3,276,078
Education Assistance Fund	0007	170,565	257,988
Income Tax Refund Fund	0278	224,105	381,799

Revenue Source and Annual Receipts: Corporate Income Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 216,617	\$ 243,725
Education Assistance Fund	0007	17,058	19,192
Income Tax Refund Fund	0278	49,064	55,767

Revenue Source and Annual Receipts: Automobile Renting Occupation and Use Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 5,500	\$ 5,500

Revenue Source and Annual Receipts: Cigarette and Cigarette Use Taxes

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Long Term Care Provider Fund	0345	\$ 8,854	\$ 8,996

Revenue Source and Annual Receipts: Hotel Operators' Occupation and Use Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 5,350	\$ 5,750
International Tourism Fund	0621	650	775
Build Illinois Fund	0960	7,050	7,500
Local Tourism Fund	0969	1,050	1,175

SUMMARY OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Concluded)

Revenue Source and Annual Receipts: Liquor Gallonage Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 1,646	\$ 1,720
Capital Projects Fund	0694	1,160	1,202

Revenue Source and Annual Receipts: Underground Storage Tank Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Underground Storage Tank Fund	0072	\$ 21,541	\$ 17,340

Revenue Source and Annual Receipts: Motor Fuel Taxes

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Motor Fuel Tax - State Fund	0012	\$ 136,581	\$ 142,785

Revenue Source and Annual Receipts: Electricity Excise Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 44,230	\$ 40,225
Public Utility Fund	0059	1,288	1,243

Revenue Source and Annual Receipts: Gas Revenue Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 36,787	\$ 44,409

Revenue Source and Annual Receipts: Telecommunications Excise Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 8,255	\$ 7,037
Common School Fund	0412	1,614	1,407
School Infrastructure Fund	0568	1,614	1,407

Revenue Source and Annual Receipts: Vehicle Use Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 24,970	\$ 25,202

SUMMARY OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Commerce Commission

Revenue Source and Annual Receipts: Gross Receipts Tax (Public Utility Fund)

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Public Utility Fund	0059	\$ 26	\$ 17

Environmental Protection Agency

Revenue Source and Annual Receipts: Sewer Construction Permit Application Fee

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Environmental Protection Permit and Inspection Fund	0944	\$ 126	\$ 130

Revenue Source and Annual Receipts: Water Main Construction Permit Application Fee

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Environmental Protection Permit and Inspection Fund	0944	\$ 90	\$ 90

Revenue Source and Annual Receipts: NPDES Permit Discharge Fee

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Illinois Clean Water Fund	0731	\$ 375	\$ 375

Racing Board

Revenue Source and Annual Receipts: Horse Racing Admission Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 192	\$ 190

Revenue Source and Annual Receipts: Racing Pari-mutuel (Privilege) Tax

Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Horse Racing Fund	0632	\$ 2,881	\$ 3,064

GRAND TOTAL, IMPACT		\$ 6,781,264	\$ 8,356,402
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DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Secretary of State

		FY 11	FY 12
Revenue Source and Annual Receipts: Motor Vehicle Registration (1st Division)	\$	832,951	\$ 838,872
Expenditure: Charitable Organization Vehicle Exemption			
Fund Name and Code:		FY 11	FY 12
Road Fund	0011	\$ 105	\$ 1,282
State Police Vehicle Fund	0246	2	28
Capital Projects Fund	0694	46	557
State Construction Account Fund	0902	62	753
Total		\$ 215	\$ 2,620
Expenditure: Disabled Veteran Vehicle Registration Exemption			
Fund Name and Code:		FY 11	FY 12
Road Fund	0011	\$ 207	\$ 203
State Police Vehicle Fund	0246	4	4
Capital Projects Fund	0694	84	83
State Construction Account Fund	0902	122	119
Total		\$ 417	\$ 409
Expenditure: Drivers Education Vehicles			
Fund Name and Code:		FY 11	FY 12
Road Fund	0011	\$ 3	\$ 95
State Police Vehicle Fund	0246	0	2
Capital Projects Fund	0694	1	41
State Construction Account Fund	0902	2	56
Total		\$ 6	\$ 194
Expenditure: Municipality Owned Passenger Vehicle Exemption			
Fund Name and Code:		FY 11	FY 12
Road Fund	0011	\$ 1,111	\$ 1,232
State Police Vehicle Fund	0246	23	26
Capital Projects Fund	0694	462	512
State Construction Account Fund	0902	653	723
Total		\$ 2,249	\$ 2,493
Expenditure: Senior Citizen Plate Renewal Reduction			
Fund Name and Code:		FY 11	FY 12
Road Fund	0011	\$ 5,461	\$ 5,593
State Police Vehicle Fund	0246	161	164
Capital Projects Fund	0694	3,211	3,288
State Construction Account Fund	0902	3,207	3,284
Total		\$ 12,040	\$ 12,329
Expenditure: Sheriff Plates			
Fund Name and Code:		FY 11	FY 12
Road Fund	0011	\$ 11	\$ 11
State Police Vehicle Fund	0246	0	0
Capital Projects Fund	0694	4	5
State Construction Account Fund	0902	6	7
Total		\$ 21	\$ 23
Expenditure: X-POW Vehicle Registration Exemption			
Fund Name and Code:		FY 11	FY 12
Road Fund	0011	\$ 24	\$ 21
State Police Vehicle Fund	0246	0	0
Capital Projects Fund	0694	10	9
State Construction Account Fund	0902	14	13
Total		\$ 48	\$ 43
Total Tax Impact per Revenue Source		\$ 14,996	\$ 18,111

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Secretary of State (Concluded)

		FY 11	FY 12
Revenue Source and Annual Receipts: Standard Identification Card Fee		\$ 10,194	\$ 11,147
Expenditure: Duplicated/Corrected ID Senior Citizen/Handicapped			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 2,500	\$ 2,700
Road Fund	0011	625	675
Total		\$ 3,125	\$ 3,375
Total Tax Impact per Revenue Source		\$ 3,125	\$ 3,375
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		FY 11	FY 12
Revenue Source and Annual Receipts: Duplicated/Corrected Driver's License		\$ 3,131	\$ 3,222
Expenditure: Duplication of Stolen Licenses for Senior Citizens			
Fund Name and Code:		FY 11	FY 12
Road Fund	0011	\$ 15	\$ 29
Drivers Education Fund	0031	15	29
Total		\$ 30	\$ 58
Total Tax Impact per Revenue Source		\$ 30	\$ 58
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Driver's License Four Year Renewal Fee		\$ 50,845	\$ 50,013
Expenditure: Reduced Renewal Fee for Senior Citizens			
Fund Name and Code:		FY 11	FY 12
Road Fund	0011	\$ 554	\$ 630
Drivers Education Fund	0031	554	630
Capital Projects Fund	0694	4,054	4,631
Total		\$ 5,162	\$ 5,891
Total Tax Impact per Revenue Source		\$ 5,162	\$ 5,891
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Annual Reports of Corporations		\$ 206,897	\$ 194,684
Expenditure: Two Million Dollar Cap on Franchise Tax for Corporations			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 17,575	\$ 18,007
Corporate Franchise Tax Refund Fund	0380	359	367
Total		\$ 17,934	\$ 18,374
Total Tax Impact per Revenue Source		\$ 17,934	\$ 18,374
Total Tax Impact, Secretary of State		\$ 41,247	\$ 45,809
Natural Resources			
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Fishing Licenses		\$ 8,094	\$ 8,878
Expenditure: Disabled, Under 16, 65 or Over, Fee Fishing Areas, Owners/Tenants Discount			
Fund Name and Code:		FY 11	FY 12
Wildlife and Fish Fund	0041	\$ 1,272	\$ 1,272
Total		\$ 1,272	\$ 1,272
Total Tax Impact per Revenue Source		\$ 1,272	\$ 1,272
Total Tax Impact, Natural Resources		\$ 1,272	\$ 1,272

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Insurance

		FY 11	FY 12
Revenue Source and Annual Receipts: Insurance Privilege Tax		\$ 175,227	\$ 183,043
Expenditure: Fire Department Tax Credit			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 15,226	\$ 14,968
Total		\$ 15,226	\$ 14,968
Expenditure: Illinois New Markets Tax Credit			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1	\$ 3,817
Total		\$ 1	\$ 3,817
Expenditure: Replacement Income Tax Credit			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1,121	\$ 1,158
Total		\$ 1,121	\$ 1,158
Total Tax Impact per Revenue Source		\$ 16,348	\$ 19,943
Retaliatory Tax			
		FY 11	FY 12
Revenue Source and Annual Receipts: Retaliatory Tax		\$ 107,977	\$ 127,243
Expenditure: Fire Department Tax Credit			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 16,028	\$ 15,913
Total		\$ 16,028	\$ 15,913
Expenditure: Replacement Income Tax Credit			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 25,730	\$ 21,755
Total		\$ 25,730	\$ 21,755
Expenditure: Fire Marshal Tax Offset			
Fund Name and Code:		FY 11	FY 12
Fire Prevention Fund	0047	\$ 0	\$ 11,299
Total		\$ 0	\$ 11,299
Total Tax Impact per Revenue Source		\$ 41,758	\$ 48,967
Total Tax Impact, Insurance		\$ 58,106	\$ 68,910

Healthcare and Family Services

		FY 11	FY 12
Revenue Source and Annual Receipts: Hospital Provider Assessment		\$ 908,577	\$ 889,720
Expenditure: Hospital Provider Exemption			
Fund Name and Code:		FY 11	FY 12
Hospital Provider Fund	0346	\$ 173,274	\$ 173,274
Total		\$ 173,274	\$ 173,274
Total Tax Impact per Revenue Source		\$ 173,274	\$ 173,274
Total Tax Impact, Healthcare and Family Services		\$ 173,274	\$ 173,274

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Public Health		FY 11	FY 12
Revenue Source and Annual Receipts: Health Care Facility Permit Application Fee		\$ 2,473	\$ 3,516
Expenditure: Natural Disaster and Other Emergency Waiver			
Fund Name and Code:		FY 11	FY 12
Illinois Health Facilities Planning Fund	238	\$ 1,369	\$ 1,712
Total		\$ 1,369	\$ 1,712
Total Tax Impact per Revenue Source		\$ 1,369	\$ 1,712
		FY 11	FY 12
Revenue Source and Annual Receipts: Vital Records Fees		\$ 1,183	\$ 946
Expenditure: Groups Chartered by U.S. Congress Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1	\$ 1
Total		\$ 1	\$ 1
Expenditure: Illinois Adoption Registry and Medical Information Exchange			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 15	\$ 1
Total		\$ 15	\$ 1
Expenditure: U.S. Veterans Administration Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 2	\$ 2
Total		\$ 2	\$ 2
Total Tax Impact per Revenue Source		\$ 18	\$ 4
		FY 11	FY 12
Revenue Source and Annual Receipts: Metabolic Screening and Treatment Fee		\$ 13,360	\$ 13,640
Expenditure: State Agency Lab Exemption			
Fund Name and Code:		FY 11	FY 12
Metabolic Screening and Treatment Fund	0920	\$ 224	\$ 279
Total		\$ 224	\$ 279
Total Tax Impact per Revenue Source		\$ 224	\$ 279
		FY 11	FY 12
Revenue Source and Annual Receipts: Private Sewage Fee		\$ 116	\$ 115
Expenditure: Plumbing License Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 18	\$ 0
Private Sewage Disposal Program Fund	0790	\$ 0	\$ 16
Total		\$ 18	\$ 16
Total Tax Impact per Revenue Source		\$ 18	\$ 16
		FY 11	FY 12
Revenue Source and Annual Receipts: Pesticide Control Fee		\$ 242	\$ 264
Expenditure: State Agency Employee Exemption			
Fund Name and Code:		FY 11	FY 12
Pesticide Control Fund	0576	\$ 2	\$ 11
Total		\$ 2	\$ 11
Total Tax Impact per Revenue Source		\$ 2	\$ 11

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Public Health (Continued)

	FY 11	FY 12
Revenue Source and Annual Receipts: Recreational Area Fee	\$ 34	\$ 37
Expenditure: Not-for-Profit and Governmental Agency Construction Application Fee Waiver		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 1	\$ 1
Total	\$ 1	\$ 1
Expenditure: Not-for-Profit Organization and Governmental Agency License Renewal Fee Waiver		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 34	\$ 34
Total	\$ 34	\$ 34
Expenditure: Not-for-Profit Organization and Governmental Agency Original License Application Fee Waiver		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 1	\$ 1
Total	\$ 1	\$ 1
Total Tax Impact per Revenue Source	\$ 36	\$ 36
<hr/>		
	FY 11	FY 12
Revenue Source and Annual Receipts: Swimming Pool and Bathing Beach Fee	\$ 152	\$ 160
Expenditure: Not-for-Profit and Governmental Facility Construction Application Fee Waiver		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 2	\$ 0
Facility Licensing Fund	0118 0	5
Total	\$ 2	\$ 5
Expenditure: Not-for-Profit and Governmental Facility License Renewal Fee Waiver		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 95	\$ 0
Facility Licensing Fund	0118 0	95
Total	\$ 95	\$ 95
Expenditure: Not-for-Profit Organization and Governmental Facility License Original License Fee Waiver		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 2	\$ 0
Facility Licensing Fund	0118 0	2
Total	\$ 2	\$ 2
Total Tax Impact per Revenue Source	\$ 99	\$ 102

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Public Health (Continued)

		FY 11	FY 12
Revenue Source and Annual Receipts: Long Term Care Facility Fee		\$ 1,694	\$ 1,648
Expenditure: Facility Fee Exemption			
Fund Name and Code:			
Long Term Care Monitor/Receiver Fund	0285	\$ 133	\$ 133
Total		\$ 133	\$ 133
Total Tax Impact per Revenue Source		\$ 133	\$ 133
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Childhood Lead Screening Fee		\$ 2,931	\$ 1,232
Expenditure: Low Income Family Waiver			
Fund Name and Code:			
Lead Poisoning, Screening, Prevention and Abatement Fund	0360	\$ 163	\$ 138
Total		\$ 163	\$ 138
Total Tax Impact per Revenue Source		\$ 163	\$ 138
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Automated Lab Tests - HIV (ELISA) and STD Test		\$ 75	\$ 0
Expenditure: Department Funded HIV Counseling and Testing site and HIV Seroprevalence Exemption			
Fund Name and Code:			
Public Health Laboratory Services Revolving Fund	0340	\$ 330	\$ 0
Total		\$ 330	\$ 0
Expenditure: Population With High Incidence of Sexually Transmitted Diseases Exemption			
Fund Name and Code:			
Public Health Laboratory Services Revolving Fund	0340	\$ 2,356	\$ 0
Total		\$ 2,356	\$ 0
Total Tax Impact per Revenue Source		\$ 2,686	\$ 0
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Youth Camp License Application Fee		\$ 2	\$ 2
Expenditure: Governmental Agency Waiver			
Fund Name and Code:			
General Revenue Fund	0001	\$ 1	\$ 1
Total		\$ 1	\$ 1
Total Tax Impact per Revenue Source		\$ 1	\$ 1

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Public Health (Concluded)

		FY 11	FY 12
Revenue Source and Annual Receipts: Water Pump Contractor Fee	\$	16	\$ 15
Expenditure: Licensed Plumber Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001 \$	7	\$ 0
Public Health Water Permit Fund	0256	0	7
Total		7	\$ 7
Total Tax Impact per Revenue Source	\$	7	\$ 7
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Environmental Lead License Application Fee	\$	421	\$ 338
Expenditure: Department of Public Health and Delegate Agency Employee Waiver			
Fund Name and Code:		FY 11	FY 12
Lead Poisoning, Screening, Prevention and Abatement Fund	0360 \$	10	\$ 10
Total		10	\$ 10
Total Tax Impact per Revenue Source	\$	10	\$ 10
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Salvage Warehouse & Salvage Warehouse Store Act	\$	11	\$ 12
Expenditure: Not-for-Profit Organization Waiver			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001 \$	3	\$ 3
Total		3	\$ 3
Total Tax Impact per Revenue Source	\$	3	\$ 3
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Asbestos Abatement License Fee	\$	608	\$ 516
Expenditure: Governmental Employee Waiver			
Fund Name and Code:		FY 11	FY 12
Illinois School Asbestos Abatement Fund	0175 \$	3	\$ 1
Total		3	\$ 1
Total Tax Impact per Revenue Source	\$	3	\$ 1
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Plan Review Fee - LTC Facilities	\$	306	\$ 380
Expenditure: Projects Costing Less than \$100,000 Waiver			
Fund Name and Code:		FY 11	FY 12
Health Facility Plan Review Fund	0524 \$	96	\$ 96
Total		96	\$ 96
Total Tax Impact per Revenue Source	\$	96	\$ 96
Total Tax Impact, Public Health	\$	4,868	\$ 2,549

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue¹

		FY 11	FY 12
Revenue Source and Annual Receipts: Sales and Use Tax			
		\$ 7,128,857	\$ 7,726,196
Expenditure: Biodiesel Discount and Exemption			
Fund Name and Code:			
General Revenue Fund	0001	\$ 80,000	\$ 95,000
General Revenue - Common School Special Account Fund	0005	27,000	32,000
Total		\$ 107,000	\$ 127,000
Expenditure: Building Materials within Enterprise Zone Exemption			
Fund Name and Code:			
General Revenue Fund	0001	\$ 3,100	\$ 3,100
General Revenue - Common School Special Account Fund	0005	1,000	1,000
Total		\$ 4,100	\$ 4,100
Expenditure: Designated Tangible Personal Property within Enterprise Zone Exemption²			
Fund Name and Code:			
General Revenue Fund	0001	\$ 15,000	\$ 15,000
General Revenue - Common School Special Account Fund	0005	5,000	5,000
Total		\$ 20,000	\$ 20,000
Expenditure: Farm Chemicals (Includes Feed and Seed) Exemption³			
Fund Name and Code:			
General Revenue Fund	0001	\$ 181,000	\$ 194,000
General Revenue - Common School Special Account Fund	0005	60,000	65,000
Total		\$ 241,000	\$ 259,000
Expenditure: Farm Machinery and Equipment Exemption			
Fund Name and Code:			
General Revenue Fund	0001	\$ 38,000	\$ 43,000
General Revenue - Common School Special Account Fund	0005	13,000	14,000
Total		\$ 51,000	\$ 57,000
Expenditure: Food, Drugs, and Medical Appliances Rate Reduction			
Fund Name and Code:			
General Revenue Fund	0001	\$ 1,160,000	\$ 1,226,000
General Revenue - Common School Special Account Fund	0005	387,000	409,000
Total		\$ 1,547,000	\$ 1,635,000

¹ Tax revenues exclude FY 11 receipts from the tax amnesty program.

² Tangible personal property used or consumed within an enterprise zone, including any High Impact Business, in the process of manufacturing or assembling or by producers of graphic arts. Includes sales or purchases of building material or machinery and equipment to or by a High Impact Business.

³ Includes race horses, semen for the artificial insemination of livestock, and birds at game birding and hunting preserves.

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Continued)

Revenue Source and Annual Receipts: Sales and Use Tax (Continued)

Expenditure: Gasohol Discount			FY 11	FY 12
Fund Name and Code:				
General Revenue Fund	0001	\$	94,000	107,000
General Revenue - Common School Special Account Fund	0005		31,000	35,000
Total		\$	125,000	142,000
Expenditure: Graphic Arts Machinery and Equipment Exemption				
Fund Name and Code:				
General Revenue Fund	0001	\$	6,300	6,000
General Revenue - Common School Special Account Fund	0005		2,000	2,000
Total		\$	8,300	8,000
Expenditure: Interim Use Prior to Sale Exemption				
Fund Name and Code:				
General Revenue Fund	0001	\$	700	800
General Revenue - Common School Special Account Fund	0005		200	300
Total		\$	900	1,100
Expenditure: Legal Tender, Medallions, and Bullion Exemption				
Fund Name and Code:				
General Revenue Fund	0001	\$	2,000	2,300
General Revenue - Common School Special Account Fund	0005		700	800
Total		\$	2,700	3,100
Expenditure: Majority Blended Ethanol				
Fund Name and Code:				
General Revenue Fund	0001	\$	1,100	1,600
General Revenue - Common School Special Account Fund	0005		400	600
Total		\$	1,500	2,200
Expenditure: Manufacturer's Purchase Credit				
Fund Name and Code:				
General Revenue Fund	0001	\$	28,339	28,100
General Revenue - Common School Special Account Fund	0005		9,446	9,400
Total		\$	37,785	37,500
Expenditure: Manufacturing and Assembling Machinery and Equipment Exemption⁴				
Fund Name and Code:				
General Revenue Fund	0001	\$	138,000	137,000
General Revenue - Common School Special Account Fund	0005		46,000	46,000
Total		\$	184,000	183,000
Expenditure: Newsprint and Ink to Newspapers and Magazines Exemption				
Fund Name and Code:				
General Revenue Fund	0001	\$	25,000	24,000
General Revenue - Common School Special Account Fund	0005		8,000	8,000
Total		\$	33,000	32,000

⁴ Includes the Photo Processing Machinery and Equipment exemption.

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Continued)

Revenue Source and Annual Receipts: Sales and Use Tax (Concluded)

Expenditure: Property Acquired by Non-Resident before Relocating in Illinois Exemption⁵

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 170	\$ 375
General Revenue - Common School Special Account Fund	0005	57	125
Total		\$ 227	\$ 500

Expenditure: Retailer's Discount

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 87,000	\$ 91,000
General Revenue - Common School Special Account Fund	0005	29,000	30,000
Total		\$ 116,000	\$ 121,000

Expenditure: Rolling Stock Exemption

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 35,000	\$ 56,000
General Revenue - Common School Special Account Fund	0005	12,000	18,000
Total		\$ 47,000	\$ 74,000

Expenditure: Sales of Motor Vehicles to Non-Residents Exemption

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 29,000	\$ 32,000
General Revenue - Common School Special Account Fund	0005	10,000	11,000
Total		\$ 39,000	\$ 43,000

Expenditure: Sales of Vehicles to Automobile Rentors Exemption⁶

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 24,000	\$ 32,000
General Revenue - Common School Special Account Fund	0005	8,000	11,000
Total		\$ 32,000	\$ 43,000

Expenditure: Sales Tax Holiday Exemptions

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 12,600	\$ 0
General Revenue - Common School Special Account Fund	0005	4,200	0
Total		\$ 16,800	\$ 0

Expenditure: Sales to Exempt Organizations⁷

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 318,000	\$ 304,000
General Revenue - Common School Special Account Fund	0005	106,000	101,000
Total		\$ 424,000	\$ 405,000

Expenditure: Traded-In Property Exemption

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 232,000	\$ 236,000
General Revenue - Common School Special Account Fund	0005	77,000	79,000
Total		\$ 309,000	\$ 315,000

Total Tax Impact per Revenue Source **\$ 3,347,312** **\$ 3,512,500**

⁵ Applies to property acquired outside Illinois by a non-resident and brought to Illinois after being used at least 3 months outside of Illinois. Tax expenditure estimate applies only to motor vehicles.

⁶ Tax expenditure is net of Automobile Rental Tax receipts.

⁷ Sales to government bodies, organizations operated exclusively for charitable, religious, or educational purposes, not-for-profit organizations for the recreation of persons 55 or older, county fair associations, teacher sponsored student organizations, not-for-profit artistic organizations, meals for the Nutrition Programs for the Elderly, nursing home food and drugs, public service corporations for municipal convention halls, and community water supply construction items.

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Continued)

	FY 11	FY 12
Revenue Source and Annual Receipts: Individual Income Tax⁸	\$ 12,260,906	\$ 16,999,793
Expenditure: Additional Exemptions: Blind and Elderly		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 15,163	\$ 26,864
Education Assistance Fund	0007 1,194	2,116
Income Tax Refund Fund	0278 1,568	3,131
Total	\$ 17,925	\$ 32,111
Expenditure: Affordable Housing Donations Tax Credit		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 953	\$ 263
Education Assistance Fund	0007 75	21
Income Tax Refund Fund	0278 98	31
Total	\$ 1,126	\$ 315
Expenditure: Dependent Care Assistance Program Tax Credit		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 0	\$ 5
Education Assistance Fund	0007 0	0
Income Tax Refund Fund	0278 0	1
Total	\$ 0	\$ 6
Expenditure: Earned Income Tax Credit		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 89,331	\$ 88,516
Education Assistance Fund	0007 7,035	6,970
Income Tax Refund Fund	0278 9,241	10,316
Total	\$ 105,607	\$ 105,802
Expenditure: Economic Development for a Growing Economy Tax Credit		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 2,607	\$ 7,702
Education Assistance Fund	0007 205	607
Income Tax Refund Fund	0278 270	898
Total	\$ 3,082	\$ 9,207
Expenditure: Education Expense Credit		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 62,895	\$ 66,599
Education Assistance Fund	0007 4,953	5,245
Income Tax Refund Fund	0278 6,506	7,761
Total	\$ 74,354	\$ 79,605
Expenditure: Enterprise Zone Investment Credit		
Fund Name and Code:	FY 11	FY 12
General Revenue Fund	0001 \$ 2,150	\$ 647
Education Assistance Fund	0007 169	51
Income Tax Refund Fund	0278 222	75
Total	\$ 2,541	\$ 773

⁸ Derived from 2011 tax year returns.

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Continued)

Revenue Source and Annual Receipts: Individual Income Tax (Continued)

Expenditure: Enterprise Zone Dividends Subtraction

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 2,198	\$ 2,914
Education Assistance Fund	0007	173	229
Income Tax Refund Fund	0278	227	340
Total		\$ 2,598	\$ 3,483

Expenditure: Ex-Felons Jobs Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 11	\$ 15
Education Assistance Fund	0007	1	1
Income Tax Refund Fund	0278	1	2
Total		\$ 13	\$ 18

Expenditure: Federally Taxed Retirement and Social Security Subtractions

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 929,558	\$ 1,642,019
Education Assistance Fund	0007	73,201	129,307
Income Tax Refund Fund	0278	96,155	191,362
Total		\$ 1,098,914	\$ 1,962,688

Expenditure: Film Production Service Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1,724	\$ 2,205
Education Assistance Fund	0007	136	174
Income Tax Refund Fund	0278	178	257
Total		\$ 2,038	\$ 2,636

Expenditure: Foreign Trade Zone Dividends Subtraction

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1,636	\$ 3,001
Education Assistance Fund	0007	129	236
Income Tax Refund Fund	0278	169	350
Total		\$ 1,934	\$ 3,587

Expenditure: High Economic Impact Business Investment Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 10	\$ 430
Education Assistance Fund	0007	1	34
Income Tax Refund Fund	0278	1	50
Total		\$ 12	\$ 514

Expenditure: Jobs Tax Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 87	\$ 0
Education Assistance Fund	0007	7	0
Income Tax Refund Fund	0278	9	0
Total		\$ 103	\$ 0

Expenditure: Military Pay Subtraction

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 24,417	\$ 39,876
Education Assistance Fund	0007	1,923	3,140
Income Tax Refund Fund	0278	2,526	4,647
Total		\$ 28,866	\$ 47,663

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Continued)

Revenue Source and Annual Receipts: Individual Income Tax (Concluded)

Expenditure: New Markets Credit		FY 11	FY 12
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 0	\$ 110
Education Assistance Fund	0007	0	9
Income Tax Refund Fund	0278	0	13
Total		\$ 0	\$ 132
Expenditure: Other Subtractions ⁹		FY 11	FY 12
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 43,368	\$ 57,012
Education Assistance Fund	0007	3,415	4,490
Income Tax Refund Fund	0278	4,486	6,644
Total		\$ 51,269	\$ 68,146
Expenditure: Research and Development Credit		FY 11	FY 12
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 2,857	\$ 6,895
Education Assistance Fund	0007	225	543
Income Tax Refund Fund	0278	296	804
Total		\$ 3,378	\$ 8,242
Expenditure: Standard Exemption: Taxpayers and Dependents		FY 11	FY 12
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 524,330	\$ 866,657
Education Assistance Fund	0007	41,290	68,248
Income Tax Refund Fund	0278	54,238	101,001
Total		\$ 619,858	\$ 1,035,906
Expenditure: Student-Assistance Contribution Credit		FY 11	FY 12
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 0	\$ 8
Education Assistance Fund	0007	0	1
Income Tax Refund Fund	0278	0	1
Total		\$ 0	\$ 10
Expenditure: Tax Credit for Residential Real Property Taxes		FY 11	FY 12
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 458,290	\$ 464,263
Education Assistance Fund	0007	36,090	36,560
Income Tax Refund Fund	0278	47,406	54,106
Total		\$ 541,786	\$ 554,929
Expenditure: TECH-PREP Youth Vocational Programs		FY 11	FY 12
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 4,351	\$ 2
Education Assistance Fund	0007	342	0
Income Tax Refund Fund	0278	507	0
Total		\$ 5,200	\$ 2
Expenditure: Veterans Jobs Credit		FY 11	FY 12
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 10	\$ 75
Education Assistance Fund	0007	1	6
Income Tax Refund Fund	0278	1	9
Total		\$ 12	\$ 90
Total Tax Impact per Revenue Source		\$ 2,560,616	\$ 3,915,865
		FY 11	FY 12
Revenue Source and Annual Receipts: Corporate Income Tax¹⁰		\$ 1,983,422	\$ 2,982,969
Expenditure: Affordable Housing Donations		FY 11	FY 12
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 6,278	\$ 5,834
Education Assistance Fund	0007	494	459
Income Tax Refund Fund	0278	1,436	1,334
Total		\$ 8,208	\$ 7,627

⁹ Includes subtractions for a variety of items, many of which (interest expenses, job training contributions, acceleration of life insurance benefits for a terminal illness, Persian Gulf War bonuses, medical care savings accounts, college savings accounts, self-employed health insurance, Roth IRA conversions, compensation of Nazi victims, nonsalary ride sharing compensation, and amounts awarded for wrongful imprisonment) are tax expenditures.

¹⁰ Derived from 2010 tax year returns.

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Continued)

Revenue Source and Annual Receipts: Corporate Income Tax (Continued)

Expenditure: Economic Development for a Growing Economy Tax Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 27,646	\$ 23,906
Education Assistance Fund	0007	2,177	1,883
Income Tax Refund Fund	0278	6,326	5,470
Total		\$ 36,149	\$ 31,259

Expenditure: Employee Child Care Tax Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 0	\$ 0
Education Assistance Fund	0007	0	0
Income Tax Refund Fund	0278	0	0
Total		\$ 0	\$ 0

Expenditure: Enterprise Zone Dividend, Interest, and Charitable Contribution Subtractions

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1,169	\$ 1,040
Education Assistance Fund	0007	92	82
Income Tax Refund Fund	0278	268	238
Total		\$ 1,529	\$ 1,360

Expenditure: Enterprise Zone Investment Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 4,595	\$ 5,814
Education Assistance Fund	0007	362	458
Income Tax Refund Fund	0278	1,052	1,330
Total		\$ 6,009	\$ 7,602

Expenditure: Film Production Services Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 9,024	\$ 9,045
Education Assistance Fund	0007	710	712
Income Tax Refund Fund	0278	2,065	2,069
Total		\$ 11,799	\$ 11,826

Expenditure: Foreign Insurer Rate Reduction¹¹

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 6,154	\$ 21,612
Education Assistance Fund	0007	485	1,701
Income Tax Refund Fund	0278	905	4,945
Total		\$ 7,544	\$ 28,258

¹¹ The FY 2011 cost was revised from \$2,309,000 to \$7,544,000 due to the late submission of some tax returns.

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Continued)

Revenue Source and Annual Receipts: Corporate Income Tax (Concluded)

Expenditure: High Economic Impact Business Investment Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 2,374	\$ 16
Education Assistance Fund	0007	187	1
Income Tax Refund Fund	0278	543	4
Total		\$ 3,104	\$ 21

Expenditure: High Economic Impact Business Dividend Subtraction

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 903	\$ 46
Education Assistance Fund	0007	71	4
Income Tax Refund Fund	0278	207	11
Total		\$ 1,181	\$ 61

Expenditure: Illinois Net Operating Loss Deduction

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 147,974	\$ 167,454
Education Assistance Fund	0007	11,653	13,186
Income Tax Refund Fund	0278	33,860	38,317
Total		\$ 193,487	\$ 218,957

Expenditure: Job Training Contribution Subtraction

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 365	\$ 63
Education Assistance Fund	0007	29	5
Income Tax Refund Fund	0278	83	14
Total		\$ 477	\$ 82

Expenditure: Research and Development Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 10,095	\$ 8,777
Education Assistance Fund	0007	795	691
Income Tax Refund Fund	0278	2,310	2,008
Total		\$ 13,200	\$ 11,476

Expenditure: River Edge Redevelopment Zone Site Remediation Tax Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 11	\$ 21
Education Assistance Fund	0007	1	2
Income Tax Refund Fund	0278	3	5
Total		\$ 15	\$ 28

Expenditure: Veterans Jobs Credit

Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 29	\$ 97
Education Assistance Fund	0007	2	8
Income Tax Refund Fund	0278	6	22
Total		\$ 37	\$ 127

Total Tax Impact per Revenue Source		\$ 282,739	\$ 318,684
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DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Continued)

		FY 11	FY 12
Revenue Source and Annual Receipts: Hotel Operators' Occupation and Use Tax	\$	192,028	\$ 207,631
Expenditure: Cost of Collection Discount			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1,450	\$ 1,550
International Tourism Fund	0621	200	225
Build Illinois Fund	0960	1,950	2,000
Local Tourism Fund	0969	300	325
Total		\$ 3,900	\$ 4,100
Expenditure: Permanent Residents Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 3,900	\$ 4,200
International Tourism Fund	0621	450	550
Build Illinois Fund	0960	5,100	5,500
Local Tourism Fund	0969	750	850
Total		\$ 10,200	\$ 11,100
Total Tax Impact per Revenue Source		\$ 14,100	\$ 15,200
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		FY 11	FY 12
Revenue Source and Annual Receipts: Liquor Gallonage Tax	\$	182,195	\$ 279,270
Expenditure: Cost of Collection Discount			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1,290	\$ 1,348
Capital Projects Fund	0694	909	942
Total		\$ 2,199	\$ 2,290
Expenditure: Non-Beverage User Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 344	\$ 360
Capital Projects Fund	0694	243	252
Total		\$ 587	\$ 612
Expenditure: Sacramental Wine Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 12	\$ 12
Capital Projects Fund	0694	8	8
Total		\$ 20	\$ 20
Total Tax Impact per Revenue Source		\$ 2,806	\$ 2,922
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		FY 11	FY 12
Revenue Source and Annual Receipts: Underground Storage Tank Tax	\$	71,124	\$ 69,539
Expenditure: Airport Exemption			
Fund Name and Code:		FY 11	FY 12
Underground Storage Tank Fund	0072	\$ 16,732	\$ 12,378
Total		\$ 16,732	\$ 12,378
Expenditure: Exemption for Ships, Barges, and Vessels Conducting Interstate Commerce on Border Rivers			
Fund Name and Code:		FY 11	FY 12
Underground Storage Tank Fund	0072	\$ 583	\$ 603
Total		\$ 583	\$ 603
Expenditure: Liquefied Propane Gas Exemption			
Fund Name and Code:		FY 11	FY 12
Underground Storage Tank Fund	0072	\$ 27	\$ 32
Total		\$ 27	\$ 32

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Continued)

Revenue Source and Annual Receipts: Underground Storage Tank Tax (Concluded)			
Expenditure: Rail Carrier Exemption			
Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Underground Storage Tank Fund	0072	\$ 2,982	\$ 3,103
Total		\$ 2,982	\$ 3,103
Expenditure: Timely Filing and Full Payment Discount			
Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Underground Storage Tank Fund	0072	\$ 1,217	\$ 1,224
Total		\$ 1,217	\$ 1,224
Total Tax Impact per Revenue Source		\$ 21,541	\$ 17,340
		FY 11	FY 12
Revenue Source and Annual Receipts: Motor Fuel Taxes			
		\$ 1,242,344	\$ 1,220,726
Expenditure: Aviation Purposes Exemption			
Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Motor Fuel Tax - State Fund	0012	\$ 41	\$ 42
Total		\$ 41	\$ 42
Expenditure: Municipal Corporation or Private Utility Local Transportation System Exemption			
Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Motor Fuel Tax - State Fund	0012	\$ 6,459	\$ 6,575
Total		\$ 6,459	\$ 6,575
Expenditure: Sales for Use Other Than in Motor Vehicles Exemption			
Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Motor Fuel Tax - State Fund	0012	\$ 110,126	\$ 116,108
Total		\$ 110,126	\$ 116,108
Expenditure: Timely Filing and Full Payment Discount			
Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
Motor Fuel Tax - State Fund	0012	\$ 19,955	\$ 20,060
Total		\$ 19,955	\$ 20,060
Total Tax Impact per Revenue Source		\$ 136,581	\$ 142,785
		FY 11	FY 12
Revenue Source and Annual Receipts: Electricity Excise Tax			
		\$ 400,448	\$ 389,492
Expenditure: Enterprise Zone and Foreign Trade Zone High Economic Impact Business Exemption			
Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 42,108	\$ 38,567
Public Utility Fund	0059	1,226	1,192
Total		\$ 43,334	\$ 39,759
Expenditure: Purchase of Electricity Generated by Solid Waste Energy Facility Credit			
Fund Name and Code:		<u>FY 11</u>	<u>FY 12</u>
General Revenue Fund	0001	\$ 2,122	\$ 1,658
Public Utility Fund	0059	62	51
Total		\$ 2,184	\$ 1,709
Total Tax Impact per Revenue Source		\$ 45,518	\$ 41,468

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Continued)

		FY 11	FY 12
Revenue Source and Annual Receipts: Gas Revenue Tax		\$ 159,071	\$ 145,178
Expenditure: Cost of Collection Discount (Gas Use Tax)			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 682	\$ 580
Total		\$ 682	\$ 580
Expenditure: Enterprise Zone and Foreign Trade Zone High Economic Impact Business Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 13,725	\$ 12,516
Total		\$ 13,725	\$ 12,516
Expenditure: Gas Used in Petroleum Refinery Operation			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 8,328	\$ 8,123
Total		\$ 8,328	\$ 8,123
Expenditure: Gas Used in Production of Electric Energy			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 11,352	\$ 20,646
Total		\$ 11,352	\$ 20,646
Expenditure: Gas Used in Production of Fertilizer			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 2,700	\$ 2,544
Total		\$ 2,700	\$ 2,544
Total Tax Impact per Revenue Source		\$ 36,787	\$ 44,409
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		FY 11	FY 12
Revenue Source and Annual Receipts: Telecommunications Excise Tax		\$ 665,089	\$ 536,852
Expenditure: Cost of Collection Discount			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 6,645	\$ 6,136
Common School Fund	0412	1,292	1,227
School Infrastructure Fund	0568	1,292	1,227
Total		\$ 9,229	\$ 8,590
Expenditure: Enterprise Zone and Foreign Trade Zone High Economic Impact Business Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1,610	\$ 901
Common School Fund	0412	322	180
School Infrastructure Fund	0568	322	180
Total		\$ 2,254	\$ 1,261
Total Tax Impact per Revenue Source		\$ 11,483	\$ 9,851

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Revenue (Concluded)

		FY 11	FY 12
Revenue Source and Annual Receipts: Vehicle Use Tax		\$ 35,263	\$ 33,690
Expenditure: Business Reorganization Preferential Tax Rate			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 58	\$ 52
Total		\$ 58	\$ 52
Expenditure: Estate Gift to Beneficiary Preferential Tax Rate			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 160	\$ 170
Total		\$ 160	\$ 170
Expenditure: Family Member Preferential Tax Rate			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 3,528	\$ 3,530
Total		\$ 3,528	\$ 3,530
Expenditure: Farm Implement Exemption - Ready Mix Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 2,164	\$ 2,350
Total		\$ 2,164	\$ 2,350
Expenditure: Government, Charitable, Educational, Religious Entities Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 5,960	\$ 6,160
Total		\$ 5,960	\$ 6,160
Expenditure: Out-of-State Resident Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 1,810	\$ 2,110
Total		\$ 1,810	\$ 2,110
Expenditure: Rolling Stock Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 11,010	\$ 10,560
Total		\$ 11,010	\$ 10,560
Expenditure: Surviving Spouse Exemption			
Fund Name and Code:		FY 11	FY 12
General Revenue Fund	0001	\$ 280	\$ 270
Total		\$ 280	\$ 270
Total Tax Impact per Revenue Source		\$ 24,970	\$ 25,202
Total Tax Impact, Revenue		\$ 6,498,807	\$ 8,060,722

Commerce Commission

		FY 11	FY 12
Revenue Source and Annual Receipts: Gross Receipts Tax (Public Utility Fund)		\$ 7,337	\$ 7,261
Expenditure: Enterprise Zone Revenue Exemption			
Fund Name and Code:		FY 11	FY 12
Public Utility Fund	0059	\$ 26	\$ 17
Total		\$ 26	\$ 17
Total Tax Impact per Revenue Source		\$ 26	\$ 17
Total Tax Impact, Commerce Commission		\$ 26	\$ 17

DETAIL OF TAX EXPENDITURES BY AGENCY, REVENUE SOURCE AND FUND (IN THOUSANDS)

Environmental Protection Agency

		FY 11	FY 12
Revenue Source and Annual Receipts: Sewer Construction Permit Application Fee		\$ 249	\$ 260
Expenditure: State and Local Government Exemption			
Fund Name and Code:			
Environmental Protection Permit and Inspection Fund	0944	\$ 126	\$ 130
Total		\$ 126	\$ 130
Total Tax Impact per Revenue Source		\$ 126	\$ 130
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Water Main Construction Permit Application Fee		\$ 177	\$ 187
Expenditure: State and Local Government Exemption			
Fund Name and Code:			
Environmental Protection Permit and Inspection Fund	0944	\$ 90	\$ 90
Total		\$ 90	\$ 90
Total Tax Impact per Revenue Source		\$ 90	\$ 90
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: NPDES Permit Discharge Fee		\$ 14,563	\$ 16,779
Expenditure: State Government and School District Exemption			
Fund Name and Code:			
Illinois Clean Water Fund	0731	\$ 375	\$ 375
Total		\$ 375	\$ 375
Total Tax Impact per Revenue Source		\$ 375	\$ 375
Total Tax Impact, Environmental Protection Agency		\$ 591	\$ 595

Racing Board

		FY 11	FY 12
Revenue Source and Annual Receipts: Admission Tax		\$ 78	\$ 82
Expenditure: Free General Admission			
Fund Name and Code:			
General Revenue Fund	0001	\$ 192	\$ 190
Total		\$ 192	\$ 190
Total Tax Impact per Revenue Source		\$ 192	\$ 190
<hr/>			
		FY 11	FY 12
Revenue Source and Annual Receipts: Racing Pari-mutuel (Privilege) Tax		\$ 6,496	\$ 6,991
Expenditure: Real Estate Tax Credit			
Fund Name and Code:			
Horse Racing Fund	0632	\$ 2,881	\$ 3,064
Total		\$ 2,881	\$ 3,064
Total Tax Impact per Revenue Source		\$ 2,881	\$ 3,064
Total Tax Impact, Racing Board		\$ 3,073	\$ 3,254
 GRAND TOTAL, IMPACT		 \$ 6,781,264	 \$ 8,356,402

TAX EXPENDITURES WHERE IMPACT WAS NOT REPORTED

Secretary of State

Revenue Source: Motor Vehicle Registration (1st Division)

Expenditure:
Congressional Medal of Honor Recipients Vehicles

Treasurer

Revenue Source: Estate and Generation Skipping Transfer Tax

Expenditure:
Exclusion Amount

Natural Resources

Revenue Source: Watercraft Registration Fee

Expenditure:
Canoe or Kayak Owned by Non-Profit Organization

Revenue Source: Camping and Beach Fees

Expenditure:
Disabled Persons, Former POWs, and Illinois Residents Over 62

Revenue Source: Inland Trout Stamp

Expenditure:
Disabled, Under 16

Revenue Source: Hunting Licenses and Permits

Expenditure:
Disabled, 65 or Over, Landowners/Tenants

Revenue Source: Sportsman License

Expenditure:
Disabled, 65 or Over, Landowners/Tenants

Revenue Source: Trapping License

Expenditure:
Owners, Bona Fide Tenants and Their Children

Revenue Source: Salmon Stamp

Expenditure:
Disabled, Under 16

Revenue Source: Habitat Stamps

Expenditure:
Under 16

Revenue Source: Waterfowl Stamps

Expenditure:
Disabled, Landowners/Tenants

Financial and Professional Regulation

Revenue Source: Boxing/Martial Arts Events Tax

Expenditure:
Gross Receipts Tax Cap

TAX EXPENDITURES WHERE IMPACT WAS NOT REPORTED

Healthcare and Family Services

Revenue Source: Long Term Care Provider Assessment

Expenditure:

100% Contribution Homes Exemption

Revenue

Revenue Source: Sales and Use Tax

Expenditure:

Aircraft Support Center Exemption
Demonstration Use Prior to Resale
Fuel and Petroleum Products for International Flight Exemption
Leased Property to Hospitals or Government Bodies
Low Sulfur Dioxide Emission Coal Fueled Device Exemption
Machinery/Equipment for Operation of High Economic Impact Service Facility
Occasional Sales
Photo Processing Machinery and Equipment Exemption
Property Used in the Operation of Pollution Control Facilities
Sales by Exempt Organizations¹
Sales of Fuel to Vessels on Bordering Rivers
Sales of Machinery and Equipment in Operation of Aircraft Maintenance Facilities
Sales of Tangible Personal Property Used by Aircraft Maintenance Facilities
Sales Through Penny Bulk Vending Machines
Specified Photoprocessing Charges Exemption
Use by Nonresidents While Temporarily Passing Through Illinois

Revenue Source: Individual Income Tax

Expenditure:

Jobs Tax Credit
River Edge Redevelopment Zone Site Remediation Tax Credit

Revenue Source: Corporate Income Tax

Expenditure:

Attorney-In-Fact Subtraction
Dependent Care Assistance Credit
Ex-Felons Jobs Credit
High Economic Impact Business Interest Subtraction
Interest Expense Subtraction
Jobs Tax Credit
Student-Assistance Contribution Credit
TECH-PREP Youth Vocational Program Credit

¹ Sales by a non-profit service enterprise operated exclusively for charitable, religious, or educational purposes are exempt when sales are 1) made to the organization's members, students, patients, or inmates when made primarily for the purpose of the organization; 2) noncompetitive with business establishments, and 3) occasional.

TAX EXPENDITURES WHERE IMPACT WAS NOT REPORTED

Revenue (Concluded)

Revenue Source: Automobile Renting Occupation and Use Tax

Expenditure:
Loaner Vehicles on Warranty

Revenue Source: Cigarette and Cigarette Use Taxes

Expenditure:
Prison and Mental Health Facility Exemption

Revenue Source: Electricity Excise Tax

Expenditure:
Sales to Municipal Transit Systems

Revenue Source: Gas Revenue Tax

Expenditure:
Gas Used in Liquefaction Process

Revenue Source: Telecommunications Excise Tax

Expenditure:
Coin-Operated Telecommunications Devices Exemption
State Universities Exemption

Revenue Source: Real Estate Transfer Tax

Expenditure:
Exempted Deeds or Trust Documents

Revenue Source: Aircraft/Watercraft Use Tax

Expenditure:
Production Agriculture Exemption
Rolling Stock Exemption
Sales to Exempt Organizations
Surviving Spouse Exemption
Watercraft Temporarily Used in Illinois Exemption

Gaming Board

Revenue Source: Riverboat Gambling Admission Tax

Expenditure:
Tax Free Admission Passes

TAX EXPENDITURES LEGAL AUTHORITY

Secretary of State

Revenue Source: Motor Vehicle Registration (1st Division)	625 ILCS 3-806
Expenditure:	
Drivers Education Vehicles	625 ILCS 5/3-808
X-POW Vehicle Registration Exemption	625 ILCS 5/3-620
Charitable Organization Vehicle Exemption	625 ILCS 5/3-808
Disabled Veteran Vehicle Registration Exemption	625 ILCS 5/3-609
Municipality Owned Passenger Vehicle Exemption	625 ILCS 5/3-808
Sheriff Plates	625 ILCS 5/3-808
Senior Citizen Plate Renewal Reduction	625 ILCS 5/3-806.3
Congressional Medal of Honor Winners Vehicles	625 ILCS 5/3-609.1
Revenue Source: Standard Identification Card Fee	15 ILCS 335/12
Expenditure:	
Duplicated/Corrected ID Senior Citizen/Handicapped	15 ILCS 335/4(d), 12A
Revenue Source: Duplicated/Corrected Driver's License	625 ILCS 5/6-118(a)
Expenditure:	
Duplication of Stolen Licenses for Senior Citizens	625 ILCS 5/6-118(a)
Revenue Source: Driver's License Four Year Renewal Fee	625 ILCS 5/6-118(a), (b), (c)
Expenditure:	
Reduced Renewal Fee for Senior Citizens	625 ILCS 5/6-118(a) & 6-115(g)
Revenue Source: Annual Reports of Corporations	805 ILCS 5/15
Expenditure:	
Two Million Dollar Cap on Annual Franchise Tax for Corporations	805 ILCS 5/15.45, 5/15.75

Treasurer

Revenue Source: Estate and Generation Skipping Transfer Tax	35 ILCS 405
Expenditure:	
Exclusion Amount	35 ILCS 405/2
Qualified Terminable Interest Property (QTIP) Trust	35 ILCS 405/2(b-1)

Natural Resources

Revenue Source: Watercraft Registration Fee	625 ILCS 45/3-2
Expenditure:	
Canoe or Kayak Owned by Non-Profit Organization	624 ILCS 45/3-12
Revenue Source: Camping and Beach Fees	20 ILCS 805/63a23, 805/63a21.1
Expenditure:	
Disabled Persons, Former POWs, and Illinois Residents Over 62	20 ILCS 805/63a23
Revenue Source: Inland Trout Stamp	515 ILCS 5/20-11, 5/20-51
Expenditure:	
Disabled, Under 16	515 ILCS 5/20-11
Revenue Source: Hunting Licenses and Permits	520 ILCS 5/1/13, 5/2.11, 5/2.26, 5/3.2
Expenditure:	
Disabled, 65 or Over, Landowners/Tenants	520 ILCS 5/3.1, 5/3.1-2
Revenue Source: Fishing Licenses	515 ILCS 5/20-5, 5/20-20, 5/20-45, 5/20-55
Expenditure:	
Disabled, Under 16, 65 or Over, Fee Fishing Areas, Owners/Tenants Disc.	515 ILCS 5/20-5, 5/20-15
Revenue Source: Sportsman License	515 ILCS 5/20-45, 520 ILCS 5/3.39
Expenditure:	
Disabled, 65 or Over, Landowners/Tenants	515 ILCS 5/20-5, 520 ILCS 5/3.1

TAX EXPENDITURES LEGAL AUTHORITY

Natural Resources (Concluded)

Revenue Source: Trapping License	520 ILCS 5/3.3, 3.4
Expenditure: Owners, Bona Fide Tenants and Their Children	520 ILCS 5/3.3
Revenue Source: Salmon Stamp	515 ILCS 5/20-10, 5/20-50
Expenditure: Disabled, Under 16	515 ILCS 5/20-10
Revenue Source: Habitat Stamps	520 ILCS 5/3.1
Expenditure: Under 16	520 ILCS 5/3.1
Revenue Source: Waterfowl Stamps	520 ILCS 5/3.1, 5/3.2
Expenditure: Disabled, Landowners/Tenants	520 ILCS 5/3.1

Financial and Professional Regulation

Revenue Source: Boxing/Martial Arts Events Tax	225 ILCS 105/13
Expenditure: Gross Receipts Tax Cap	225 ILCS 105/13

Insurance

Revenue Source: Insurance Privilege Tax	215 ILCS 5/409
Expenditure: Fire Department Tax Credit	215 ILCS 5/409
Illinois New Markets Tax Credit	215 ILCS 5/409(6)
Replacement Corporate Income Tax	215 ILCS 5/409
Revenue Source: Retaliatory Tax	215 ILCS 5/444, 5/444.1
Expenditure: Fire Department Tax Credit	215 ILCS 5/444
Fire Marshal Tax Offset	425 ILCS 25/12 and 50 Ill. Adm. Code subsec. 2515.50(b)(8)
Replacement Income Tax Credit	215 ILCS 5/444

Healthcare and Family Services

Revenue Source: Long-Term Care Provider Assessment	305 ILCS 5/5E-10
Expenditure: 100% Contribution Homes Exemption	305 ILCS 5/5E-5
Revenue Source: Hospital Provider Assessment	305 ILCS 5/5A-2
Expenditure: Hospital Provider exemption	305 ILCS 5/5A-3

Public Health

Revenue Source: Health Care Facility Permit Application Fee	20 ILCS 3960/5
Expenditure: Natural Disaster and Other Emergency Waiver	20 ILCS 3960/5
Revenue Source: Vital Records Fees	410 ILCS 535
Expenditure: U. S. Veterans Administration Exemption	410 ILCS 535/25-7(b)
Groups Chartered by U. S. Congress Exemption	410 ILCS 535/25-1(b)
Illinois Adoption Registry	750 ILCS 50/18.6
Revenue Source: Metabolic Screening and Treatment Fee	410 ILCS 240/1
Expenditure: State Agency Lab Exemption	410 ILCS 240/1
Revenue Source: Private Sewage Fee	225 ILCS 225/5
Expenditure: Plumbing License Exemption	225 ILCS 225/5
Revenue Source: Pesticide Control Fee	225 ILCS 235/9
Expenditure: State Agency Employee Exemption	225 ILCS 235/22

TAX EXPENDITURES LEGAL AUTHORITY

Public Health (Concluded)

Revenue Source: Recreational Area Fee	210 ILCS 95
Expenditure: Not-for-Profit & Gov. Agency Original License Application Fee Waiver.	210 ILCS 95/5
Not-for-Profit & Gov. Agency Construction Application Fee Waiver	210 ILCS 95/4
Not-for-Profit & Gov. Agency License Renewal Waiver.	210 ILCS 95/6
Revenue Source: Swimming Pool and Bathing Beach Fee	210 ILCS 125
Expenditure: Not-for-Profit & Gov. Facility Construction Application Fee Waiver	210 ILCS 125/5
Not-for-Profit & Gov. Facility License Renewal Fee Waiver	210 ILCS 125/6
Not-for-Profit & Gov. Facility Original License Fee Waiver.	210 ILCS 125/4
Revenue Source: Long Term Care Facility Fee	210 ILCS 45/3-103
Expenditure: Fac. lic. for Intermediate Care Facility for Dev. Disabled &/or Skilled under 22 beds only.	210 ILCS 45/3-103
Revenue Source: Childhood Lead Screening Fee	410 ILCS 45/1
Expenditure: Low Income Family Waiver	410 ILCS 45/1
Revenue Source: Automated Lab Tests - HIV (ELISA) Test and STD Tests	20 ILCS 2310/55.09
Expenditure: Dept. Funded HIV Counseling & Testing Site & HIV Seroprevalence Exemption	20 ILCS 2310/55.09
Pop. With High Incidence of Sexually Transmitted Diseases Exemption.	20 ILCS 2310/55.09
Revenue Source: Youth Camp License Application Fee	210 ILCS 100/5
Expenditure: Governmental Agency Waiver	210 ILCS 100/5
Revenue Source: Water Pump Contractor Fee	225 ILCS 345/13
Expenditure: Licensed Plumber Exemption	225 ILCS 345/1
Revenue Source: Environmental Lead License Application Fee	410 ILCS 45/8.1
Expenditure: Department of Public Health and Delegate Agency Employee Waiver	410 ILCS 45/8.1
Revenue Source: Salvage Warehouse and Salvage Warehouse Store Act	240 ILCS 30/0.1
Expenditure: Not-for-Profit Organization Waiver	240 ILCS 30/0.1
Revenue Source: Asbestos Abatement License Fee	105 ILCS 105/6 and 225 ILCS 207/20
Expenditure: Governmental employee waiver	105 ILCS 105/6 and 225 ILCS 207/20
Revenue Source: Plan Review Fee - LTC Facilities	210 ILCS 45/3-202.5
Expenditure: Projects costing less than \$100,000.	210 ILCS 45/3-202.5

TAX EXPENDITURES LEGAL AUTHORITY

Revenue

Revenue Source: Sales and Use Tax	35 ILCS 105, 110, 115, 120
Expenditure:	
Demonstration Use Prior to Resale	35 ILCS 105/2, 110/2
Game or Game Birds sold at Hunting Area	35 ILCS 120/2-5(32)
Feed and Seed Exemption	35 ILCS 105/2, 120/1
Farm Chemicals Exemption	35 ILCS 105/3-5(7), 120/2-5(1)
Designated Personal Property within Enterprise Zone Exemption	35 ILCS 105/12, 110/12, 115/12, 120/1d
Biodiesel Discount and Exemption	35 ILCS 120/2-10; 105/3-10; 110/3-10; 115/3-10
Building Materials within Enterprise Zone Exemption	35 ILCS 105/12, 110/12, 115/12, 120/5k
Leased Property to Hospitals or Government Bodies	35 ILCS 105/3-5(22) & (23), 110/3-5(15) & (16), 115/3-5(16) & 120/2-5(28) & (29)
Race Horses	35 ILCS 120/2-5 (27)
Build. Mat. with Intermodal Terminal Fac. Redevelopment Proj. Area Exemption	35 ILCS 120/2-6
Majority Blended Ethanol	35 ILCS 105/3-10 (from Ch. 120, par. 439.3-10)
Food, Drugs, and Medical Appliances Rate Reduction	35 ILCS 105/3-10, 110/3-10, 115/3-10, 120/2-10
Building Materials to High Economic Impact Business Exemption	35 ILCS 105/12, 110/12, 115/12, 120/5L
Building Materials within River Edge Redevelopment Zone Exemption	35 ILCS 120/2-54
Fuel and Petroleum Products for International Flight Exemption	35 ILCS 105/3-5(12), 110/3-5(8), 115/3-5(8), 120/2-5(22)
Interim Use Prior to Sale Exemption	35 ILCS 105/2, 110/2
Graphic Arts Machinery and Equipment Exemption	35 ILCS 105/3-5(6), 110/3-5(5), 115/3-5(5), 120/2-5(4)
Community Water Supply Construction Items	35 ILCS 105/3-5(34), 110/3-5(26), 115/3-5(27), 120/2-5(39)
Sales by Exempt Organizations	35 ILCS 105/2, 120/1
Sale of Non-Resident Aircraft	35 ILCS 105/3-55(h-2), 120/2-5 (25-7)
Semen for Artificial Insemination of Livestock	35 ILCS 120/2-5 (26)
Aircraft Support Center Exemption	35 ILCS 105/12, 110/12, 115/12, 120/1o
Farm Machinery and Equipment Exemption	35 ILCS 105/3-5(11), 110/3-5(7), 115/3-5(7), 120/2-5(2)
Sales of Motor Vehicles to Non-Residents Exemption	35 ILCS 105/3-55, 120/2-5(25)
Photo Processing Machinery and Equipment Exemption	35 ILCS 105/3-5(15), 110/3-5(11), 115/3-5(11), 120/2-5(20)
Gasohol Discount	35 ILCS 105/3-10, 110/3-10, 115/3-10, 120/2-10
Manufacturing and Assembling Machinery and Equipment Exemption	35 ILCS 105/3-5(18), 110/2(5), 115/2(e), 120/2-5(14)
Property Acquired by Non-Resident before Relocating in Illinois Exemption	35 ILCS 105/3-70, 110/3-60
Specified Photoprocessing Charges Exemption	35 ILCS 105/3-15, 110/3-15, 115/3-15, 120/2-15
Low Sulfur Dioxide Emission Coal Fueled Device Exemption	35 ILCS 105/2a-1, 110/2b, 115/2b, 120/1a-1
Sales Tax Holiday Exemptions	35 ILCS 105/3-10, 120/2-10
Machinery/Equipment for Operation of High Economic Impact Service Facility	35 ILCS 105/12, 110/12, 115/12, 120/1j

TAX EXPENDITURES LEGAL AUTHORITY

Revenue (Continued)

Property Used in the Operation of Pollution Control Facilities	35 ILCS 105/12, 110/12, 115/12, 120/1e
Newsprint and Ink to Newspapers and Magazines Exemption	35 ILCS 105/2, 120/1
Occasional Sales	35 ILCS 105/2, 120/1
Sales of Fuel to Vessels on Bordering Rivers	35 ILCS 120/2-5(24)
Retailer's Discount	35 ILCS 105/9, 110/9, 115/9, 120/3
Public Service Corporation for Municipal Convention Hall Purposes	65 ILCS 5/11-65-15, 5/11-65-25
Teacher Sponsored Student Organization Exemption	35 ILCS 105/3-5(9), 110/3-5(6), 115/3-5(6), 120/2-5(6)
Manufacturer's Purchase Credit	35 ILCS 105/3-85, 110/3-70
Sales of Vehicles to Automobile Rentors Exemption	35 ILCS 105/3-5(10) & 120/2-5(5)
Sales to Not for Profit Music and Dramatic Arts Organization Exemption	35 ILCS 105/3-5(3), 110/3-5(3), 115/3-5(3), 120/2-5(9)
Legal Tender, Medallions, and Bullion Exemption	35 ILCS 105/3-5(8), 110/3-5(4), 115/3-5(4), 120/2-5(18)
Nursing Homes Food Drugs and Medical Appliances Exemption	35 ILCS 115/3-5(13)
Use by Nonresidents While Temporarily Passing Through Illinois	
Exemption	35 ILCS 105/3-55, 110/3-45
Rolling Stock Exemption	35 ILCS 105/3-55(b) & (c), 110/3-115/2(d) & (d-1), 120/2-5(12) & (13)
Traded-In Property Exemption	35 ILCS 105/2, 120/1
Senior Citizens Service Enterprises Exemption	35 ILCS 105/3-5(1), 110/3-5(1), 115/3-5(1), 120/2-5(10)
Sales to County Fair Association Exemption	35 ILCS 105/3-5(2), 110/3-5(2), 115/3-5(2), 120/2-5(8)
Sales of Mach. & Equip. in Operation of Aircraft Maintenance Facilities	35 ILCS 105/12, 110/12, 115/12, 120/1m
Nutrition Program for the Elderly Exemption	35 ILCS 105/2, 120/1
Charitable, Religious, Governmental, and Educational Exemption	35 ILCS 105/3-5(4), 110/2, 115/2, 120/2-5(11)
Sales of Tangible Personal Property Used by Aircraft Maintenance Facilities	35 ILCS 105/12, 110/12, 115/12, 120/1n
Sales Through Penny Bulk Vending Machines	35 ILCS 105/2, 120/1
Revenue Source: Individual Income Tax	35 ILCS 5/101 et. seq.
Expenditure:	
Military Pay Subtraction	35 ILCS 5/203(a)(E)
Ex-Felons Jobs Credit	35 ILCS 5/216
River Edge Redevelopment Zone Site Remediation Tax Credit	35 ILCS 5/201(n)
Veterans Jobs Credit	35 ILCS 5/217
River Edge Redevelopment Zone - Jobs Tax Credit	35 ILCS 5/201(g)
80/20 Rules (3)	35 ILCS 5/203 (a) (EE)
80/20 Rules (1)	35 ILCS 5/203 (a) (CC)
Additional Exemptions: Blind and Elderly	35 ILCS 5/204 (d)
Earned Income Tax Credit	35 ILCS 5/212
Education Expense Credit	35 ILCS 5/201(m)
80/20 Rules (2)	35 ILCS 5/203 (a) (DD)
Federally Taxed Social Security Subtraction	35 ILCS 5/203 (a)(L)
TECH-PREP Youth Vocational Credit	35 ILCS 5/209
River Edge Redevelopment Zone Investment Credit	35 ILCS 5/201(f)
Federally Taxed Retirement	35 ILCS 5/203 (a)(F)
Interest Expense Subtraction	35 ILCS 5/203 (a) (M)
River Edge Redevelopment Zone Dividend Subtraction	35 ILCS 5/203(a)(2)(J)
Acceleration of Life Insurance Benefits Subtraction	35 ILCS 5/203 (a) (Q)
Job Training Contribution Subtraction	35 ILCS 5/203 (a) (O)
Compensation of Nazi Victims	35 ILCS 5/203 (a) (X)
Foreign Trade Zone Dividends Subtraction	35 ILCS 5/203 (a) (K)
Ride Sharing Subtraction	35 ILCS 5/203 (a) (BB)

TAX EXPENDITURES LEGAL AUTHORITY

Revenue (Continued)

Credit for Student Assistance Contributions	35 ILCS 5/218
New Markets Tax Credits	20 ILCS 663
Amount Awarded for being Wrongfully Imprisoned	35 ILCS 5/203 (a) (FF)
Economic Development for a Growing Economy Tax Credit	35 ILCS 5/211
Film Production Services Credit	35 ILCS 5/213
College Savings Pool Account	35 ILCS 5/203 (a)(Y)
Affordable Housing Donations Tax Credit	35 ILCS 5/214
Enterprise Zone Investment Credit	35 ILCS 5/201(f)
Enterprise Zone Dividends Subtraction	35 ILCS 5/203(a)(J)
Enterprise Zone; Foreign Trade Zone - Jobs Tax Credit	35 ILCS 5/201(g)
High Impact Business Investment Credit	35 ILCS 5/201(h)
Research and Development Credit	35 ILCS 5/201(k)
IRA Converted to Roth IRA Subtraction	35 ILCS 5/203(a) (W)
Tax Credit for Residential Real Property Taxes	35 ILCS 5/208
Standard Exemption: Taxpayers and Dependents	35 ILCS 5/204 (a),(b),(c)
Self-Employed Health Insurance Subtraction	35 ILCS 5/203 (a) (V)
Persian Gulf War Bonus Subtraction	35 ILCS 5/203 (a) (R)
Medical Care Savings Account Subtraction	35 ILCS 5/203 (a) (S) & (T)
Dependent Care Assistance Program Tax Credit	35 ILCS 5/210
Revenue Source: Corporate Income Tax	35 ILCS 5/101 et. seq.
Expenditure:	
TECH-PREP Youth Vocational Program Credit	35 ILCS 5/209
River Edge Redevelopment Zone Site Remediation Tax Credit	35 ILCS 5/201(n)
Job Training Contribution Subtraction	35 ILCS 5/203(b)(P)
Enterprise Zone; Foreign Trade Zone - Jobs Credit	35 ILCS 5/201(g)
Dependent Care Assistance Credit	35 ILCS 5/210
High Economic Impact Business Dividend Subtraction	35 ILCS 5/203(b)(L)
Research and Development Credit	35 ILCS 5/201(k)
Interest Expense Subtraction	35 ILCS 5/203(b)(I)
Illinois Net Operating Loss Deduction	35 ILCS 5/207(a) & (b)
High Economic Impact Business Investment Credit	35 ILCS 5/201(h)
Foreign Insurer Rate Reduction	35 ILCS 5/201(d-1)
Employee Child Care Tax Credit	35 ILCS 5/210.5
Film Production Services Credit	35 ILCS 5/213
River Edge Redevelopment Zone - Jobs Tax Credit	35 ILCS 5/201(g)
Enterprise Zone Investment Credit	35 ILCS 5/201(f)
Enterprise Zone Charitable Contribution Subtraction	35 ILCS 5/203(b)(2)(N)
High Economic Impact Business Interest Subtraction	35 ILCS 5/203(b)(M-1)
Ex-Felons Jobs Credit	35 ILCS 5/216
River Edge Redevelopment Zone Investment Credit	35 ILCS 5/201(f)
Attorney-In-Fact Subtraction	35 ILCS 5/203(b)(R)
Affordable Housing Donations	35 ILCS 5/214
Enterprise Zone Dividends Subtraction	35 ILCS 5/203(b)(2)(K)
Veterans Jobs Credit	35 ILCS 5/217
Capital Gain or Loss	35 ILCS 5/203(b)(U)
Enterprise Zone Interest Subtraction	35 ILCS 5/203(b)(2)(M)
River Edge Redevelopment Zone Charitable Contribution Subtraction	35 ILCS 5/203(b)(2)(N)
River Edge Redevelopment Zone Interest Subtraction	35 ILCS 5/203(b)(2)(M)
River Edge Redevelopment Zone Dividends Subtraction	35 ILCS 5/203(b)(2)(K)
Credit for Student Assistance Contributions	35 ILCS 5/218
Economic Development for a Growing Economy Tax Credit	35 ILCS 5/211

TAX EXPENDITURES LEGAL AUTHORITY

Revenue (Continued)

Revenue Source: Automobile Renting Occupation and Use Tax	35 ILCS 155/1 - 155/4
Expenditure:	
Claims for Loss or Damage Deduction	35 ILCS 155/2
Exempt Organization Rentals	35 ILCS 155/3
Other/Miscellaneous Deduction	35 ILCS 155/2
Timely Filing and Full Payment Discount	35 ILCS 120/3, 155/3
Refueling Deduction	35 ILCS 155/2
Insurance Coverage Deduction	35 ILCS 155/2
Loaner Vehicles on Warranty	35 ILCS 155/2
Revenue Source: Cigarette and Cigarette Use Taxes	35 ILCS 130/1 - 130/30, and 135/1 - 135/37
Expenditure:	
Prison and Mental Health Facility Exemption	35 ILCS 130/1
Cost of Collection Discount	35 ILCS 130/2, 135/3
Revenue Source: Hotel Operators' Occupation and Use Tax	35 ILCS 145/1 - 145/10
Expenditure:	
Cost of Collection Discount	35 ILCS 145/6
Permanent Residents Exemption	35 ILCS 145/3, 145/9
Revenue Source: Liquor Gallonage Tax	235 ILCS 5/1-1 - 5/11-2
Expenditure:	
Sacramental Wine Exemption	235 ILCS 5/1-3,05
Non-Beverage User Exemption	235 ILCS 5/8-1
Cost of Collection Discount	235 ILCS 5/8-2
Revenue Source: Underground Storage Tank Tax	35 ILCS 505/1 - 505/21
Expenditure:	
Liquefied Propane Gas Exemption	35 ILCS 505/2a
Airport Exemption	35 ILCS 505/2a
Timely Filing and Full Payment Discount	35 ILCS 505/2b (UST); 415 ILCS 125/301 (EIF)
Exemp. for Ships, Barges, & Vessels in Interstate Comm. on Border Rivers	35 ILCS 505/2a
Rail Carrier Exemption	35 ILCS 505/2a
Revenue Source: Motor Fuel Taxes	35 ILCS 505/1 - 505/21
Expenditure:	
Timely Filing and Full Payment Discount	35 ILCS 505/6,505/6a
Sales for Use Other Than in Motor Vehicles Exemption	35 ILCS 505/6,505/6a
Privately Owned Transportation Utility Exemption	35 ILCS 505/6,505/6a
Municipal Corporation Owning Transportation System Exemption	35 ILCS 505/6,505/6a
Aviation Purposes Exemption	35 ILCS 505/6,505/6a
Revenue Source: Electricity Excise Tax	35 ILCS 640/15- 640/99
Expenditure:	
Sales to Municipal Transit Systems	35 ILCS 640/2-4
Purchase of Electricity Generated by Solid Waste Energy Facility Credit	220 ILCS 5/8-403.1
Enterprise Zone and Foreign Trade Zone High Economic Impact Business Exemption	220 ILCS 5/9-222.1
Revenue Source: Gas Revenue Tax	35 ILCS 615/1 -615/15; 35 ILCS 173/5-1 - 173/5-999
Expenditure:	
Gas Used in Production of Fertilizer	35 ILCS 173/5-50(6)
Enterprise Zone and Foreign Trade Zone High Economic Impact Business Exemption	35 ILCS 615/1, 35 ILCS 173/5-50(1)
Gas Used in Petroleum Refinery Operation	35 ILCS 173/5-50(4)
Gas Used in Production of Electric Energy	35 ILCS 173/5-50(3)
Cost of Collection Discount (Gas Use Tax)	35 ILCS 173/5-40
Gas Used in Liquefaction Process	35 ILCS 173/5-50(5)
Revenue Source: Telecommunications Excise Tax	35 ILCS 630/1 - 630/21
Expenditure:	
Enterprise Zone and Foreign Trade Zone High Economic Impact Business Exemption	35 ILCS 630/2
State Universities Exemption	35 ILCS 630/2(k)
Cost of Collection Discount	35 ILCS 630/6
Coin-Operated Telecommunications Devices Exemption	35 ILCS 630/2

TAX EXPENDITURES LEGAL AUTHORITY

Revenue (Concluded)

Revenue Source: Vehicle Use Tax	625 ILCS 5/3-1001 - 5/3-1006
Expenditure:	
Farm Implement - Ready Mix Exemption	625 ILCS 5/3-1001
Family Member Preferential Tax Rate	625 ILCS 5/3-1001
Business Reorganization Preferential Tax Rate	625 ILCS 5/3-1001
Estate Gift to Beneficiary Preferential Tax Rate	625 ILCS 5/3-1001
Government, Charitable, Educational, Religious Entities Exemption	625 ILCS 5/3-1001
Surviving Spouse Exemption	625 ILCS 5/3-1001
Out-of-State Resident Exemption	625 ILCS 5/3-1001, 35 ILCS 105/3-55
Rolling Stock Exemption	625 ILCS 5/3-1001, 35 ILCS 105/3-55
Revenue Source: Real Estate Transfer Tax	35 ILCS 200/31
Expenditure:	
Other Exempted Deeds or Trust Documents	35 ILCS 200/31-45
Exempted deeds or trust documents	35 ILCS 200/31-45
Corporate Franchise Tax Exemption	35 ILCS 200/31-46
Homeownership Made Easy Act	35 ILCS 200/31-45(m)
Revenue Source: Aircraft/Watercraft Use Tax	35 ILCS 157, 35 ILCS 158
Expenditure:	
Watercraft Temporarily Used in Illinois Exemption	35 ILCS 158/15-10(v)
Surviving Spouse Exemption	35 ILCS 157/10-15(iv), 35 ILCS 158/15-10(iv)
Rolling Stock Exemption	35 ILCS 157/10-15(iii), 35 ILCS 158/15-10(iii)
Sales to Exempt Organizations	35 ILCS 157/10-15(ii), 35 ILCS 158/15-10(ii)
Commerce Commission	
Revenue Source: Gross Receipts Tax (Public Utility Fund)	220 ILCS 5/2-202
Expenditure:	
Enterprise Zone Revenue Exemption	220 ILCS 5/3-121
Environmental Protection Agency	
Revenue Source: Sewer Construction Permit Application Fee	415 ILCS 5/12.2
Expenditure:	
State and Local Government Exemption	415 ILCS 5/12.2
Revenue Source: Water Main Construction Permit Application Fee	415 ILCS 5/16.1
Expenditure:	
State and Local Government Exemption	415 ILCS 5/16.1
Revenue Source: NPDES Permit Discharge Fee	415 ILCS 5/12.5
Expenditure:	
State Government and School District Exemption	415 ILCS 5/12.5
Gaming Board	
Revenue Source: Riverboat Gambling Admission Tax	230 ILCS 10/12(a)
Expenditure:	
Tax Free Admission Passes	230 ILCS 10/12
Racing Board	
Revenue Source: Horse Racing Admission Tax	230 ILCS 5/25
Expenditure:	
Free General Admission	230 ILCS 5/25
Revenue Source: Racing Pari-mutuel (aka:Privilege Tax)	230 ILCS 5/27
Expenditure:	
Real Estate Tax Credit	230 ILCS 5/32.1

TAX EXPENDITURES BY PURPOSE (IN THOUSANDS)

Agricultural Expenditures		
	Fiscal Year 2011 Annual Impact	Fiscal Year 2012 Annual Impact
Tax: Sales Tax		
Farm Chemicals (Includes Feed and Seed) Exemption	\$ 241,000	\$ 259,000
Gasohol Discount	125,000	142,000
Biodiesel Discount and Exemption	107,000	127,000
Farm Machinery and Equipment Exemption	51,000	57,000
Majority Blended Ethanol	1,500	2,200
Total	\$ 525,500	\$ 587,200
Tax: Other		
Farm Implement - Ready Mix Exemption	\$ 2,164	\$ 2,350
Total	\$ 2,164	\$ 2,350
Total, Agricultural Expenditures	\$ 527,664	\$ 589,550

Business Expenditures		
	Fiscal Year 2011 Annual Impact	Fiscal Year 2012 Annual Impact
Tax: Sales Tax		
Manufacturing and Assembling Machinery and Equipment Exemption*	\$ 184,000	\$ 183,000
Retailer's Discount	116,000	121,000
Rolling Stock Exemption	47,000	74,000
Sales of Vehicles to Automobile Rentors Exemption	32,000	43,000
Manufacturer's Purchase Credit*	37,785	37,500
Newsprint and Ink to Newspapers and Magazines Exemption	33,000	32,000
Designated Tangible Personal Property within Enterprise Zone Exemption*	20,000	20,000
Graphic Arts Machinery and Equipment Exemption*	8,300	8,000
Building Materials within Special Zone Exemption*	4,100	4,100
Interim Use Prior to Sale Exemption	900	1,100
Total	\$ 483,085	\$ 523,700
Tax: Individual Income Tax		
Income Tax Credits*	\$ 16,354	\$ 21,506
Income Tax Subtractions*	4,532	7,070
Total	\$ 20,886	\$ 28,576

TAX EXPENDITURES BY PURPOSE

(IN THOUSANDS)

Business Expenditures (Concluded)		
	Fiscal Year 2011	Fiscal Year 2012
	Annual Impact	Annual Impact
Tax: Corporate Income Tax		
Illinois Net Operating Loss Deduction	\$ 193,487	\$ 218,957
Economic Development for a Growing Economy Tax Credit*	36,149	31,259
Foreign Insurer Rate Reduction ¹	7,544	28,258
Film Production Services Credit*	11,799	11,826
Research and Development Credit*	13,200	11,476
Enterprise Zone and River Edge Redevelopment Zone Investment Credit*	6,009	7,602
Special Zone Dividend, Interest, and Charitable Contribution Subtractions*	1,529	1,360
Job Training Contribution Subtraction*	477	82
High Economic Impact Business Dividend Subtraction*	1,181	61
River Edge Redevelopment Zone Site Remediation Tax Credit	15	28
High Economic Impact Business Investment Credit*	3,104	21
Total	\$ 274,494	\$ 310,930
Tax: Other²		
Sales for Use Other Than in Motor Vehicles Exemption	\$ 110,126	\$ 116,108
Enterprise & Foreign Trade Zone HIB Exemption - Electricity*	43,334	39,759
Gas Used in Production of Electric Energy	11,352	20,646
Timely Filing and Full Payment Discount - MFT	19,955	20,060
Two Million Dollar Cap on Franchise Tax for Corporations	17,934	18,374
Enterprise & Foreign Trade Zone HIB Exemption - Gas*	13,725	12,516
Airport Exemption	16,732	12,378
Cost of Collection Discount - Cigarettes	8,854	8,996
Cost of Collection Discount - Telecommunications	9,229	8,590
Gas Used in Petroleum Refinery Operation	8,328	8,123
Cost of Collection Discount - Hotel	3,900	4,100
New Markets Development Program	1	3,817
Rail Carrier Exemption	2,982	3,103
Real Estate Tax Credit	2,881	3,064
Gas Used in Production of Fertilizer	2,700	2,544
Cost of Collection Discount - Liquor	2,199	2,290
Purchase of Electricity Generated by Solid Waste Energy Facility Credit*	2,184	1,709
Enterprise & Foreign Trade Zone HIB Exemption - Telecommunications*	2,254	1,261
Timely Filing and Full Payment Discount -UST	1,217	1,224
Exemption for Vessels Conducting Interstate Commerce on Border Rivers	583	603
Timely Filing and Full Payment Discount - ART	600	600
Cost of Collection Discount (Gas Use Tax)	682	580
Business Reorganization Preferential Tax Rate	58	52
Aviation Purposes Exemption	41	42
Enterprise Zone Revenue Exemption*	26	17
Total	\$ 281,877	\$ 290,556
Total, Business Expenditures	\$ 1,060,342	\$ 1,153,762

* Tax expenditures intended to provide an economic incentive for business activities.

HIB stands for High Impact Business.

1 The FY 2011 cost was revised from \$2,309,000 to \$7,544,000 due to the late submission of some tax returns.

2 Refer to Appendix D for specific receipt sources for other tax expenditures.

TAX EXPENDITURES BY PURPOSE (IN THOUSANDS)

Individual Expenditures - Broad Based		
	Fiscal Year 2011 Annual Impact	Fiscal Year 2012 Annual Impact
Tax: Sales Tax		
Food, Drugs, and Medical Appliances Rate Reduction	\$ 1,547,000	\$ 1,635,000
Total	\$ 1,547,000	\$ 1,635,000
Tax: Individual Income Tax		
Standard Exemption: Taxpayers and Dependents	\$ 619,858	\$ 1,035,906
Tax Credit for Residential Real Property Taxes	541,786	554,929
Earned Income Tax Credit	105,607	105,802
Education Expense Credit	74,354	79,605
Total	\$ 1,341,605	\$ 1,776,242
Total, Individual Expenditures - Broad Based	\$ 2,888,605	\$ 3,411,242
Individual Expenditures - Elderly and Disabled		
	Fiscal Year 2011 Annual Impact	Fiscal Year 2012 Annual Impact
Tax: Individual Income Tax		
Federally Taxed Retirement and Social Security Subtractions	\$ 1,098,914	\$ 1,962,688
Additional Exemptions: Blind and Elderly	17,925	32,111
Total	\$ 1,116,839	\$ 1,994,799
Tax: Other		
Senior Citizen Plate Renewal Reduction	\$ 12,040	\$ 12,329
Reduced Renewal Fee for Senior Citizens	5,162	5,891
Duplicated/Corrected ID Senior Citizen/Handicapped	3,125	3,375
Disabled, Under 16, 65 & Over, Fee Fishing Area, Owner/Tenant Discount	1,272	1,272
Disabled Veteran Vehicle Registration Exemption	417	409
Duplication of Stolen Licenses for Senior Citizens	30	58
Total	\$ 22,046	\$ 23,334
Total, Individual Expenditures - Elderly and Disabled	\$ 1,138,885	\$ 2,018,133
Individual Expenditures - Other		
	Fiscal Year 2011 Annual Impact	Fiscal Year 2012 Annual Impact
Tax: Individual Income Tax		
Military Pay Subtraction	\$ 28,866	\$ 47,663
Other	25	124
Total	\$ 28,891	\$ 47,787
Tax: Other		
Veterans Jobs Credit	\$ 37	\$ 127
X-POW Vehicle Registration Exemption	48	43
Illinois Adoption Registry and Medical Information Exchange	15	1
Sales Tax Holiday Exemptions	16,800	0
Pop. With High Incidence of Sexually Transmitted Diseases Exemption	2,356	0
Dept. Funded HIV Counseling/Testing Site and HIV Seroprevalence Exemption	330	0
Total	\$ 19,486	\$ 171
Total, Individual Expenditures - Other	\$ 48,377	\$ 47,958

TAX EXPENDITURES BY PURPOSE (IN THOUSANDS)

Charitable Expenditures		
	Fiscal Year 2011 Annual Impact	Fiscal Year 2012 Annual Impact
Tax: Sales Tax		
Sales to Exempt Organizations ³	\$ 424,000	\$ 405,000
Total	\$ 424,000	\$ 405,000
Tax: Corporate Income Tax		
Affordable Housing Donations	\$ 8,208	\$ 7,627
Employee Child Care Tax Credit	0	0
Total	\$ 8,208	\$ 7,627
Tax: Other		
Government, Charitable, Educational, Religious Entities Exemption	\$ 5,960	\$ 6,160
Charitable Organization Vehicle Exemption	215	2,620
Exempt Organization Rentals	1,500	1,500
Affordable Housing Donations Tax Credit	1,126	315
Other	138	141
Low Income Family Waiver	163	138
Total	\$ 9,102	\$ 10,874
Total, Charitable Expenditures	\$ 441,310	\$ 423,501
Other Expenditures		
	Fiscal Year 2011 Annual Impact	Fiscal Year 2012 Annual Impact
Tax: Sales Tax		
Traded-In Property Exemption	\$ 309,000	\$ 315,000
Sales of Motor Vehicles to Non-Residents Exemption	39,000	43,000
Legal Tender, Medallions, and Bullion Exemption	2,700	3,100
Property Acquired by Non-Resident before Relocating in Illinois Exemption	227	500
Total	\$ 350,927	\$ 361,600
Tax: Hospital Provider Assessment		
Hospital Provider Exemption	\$ 173,274	\$ 173,274
Total	\$ 173,274	\$ 173,274
Tax: Individual Income Tax		
Other Subtractions	\$ 51,269	\$ 68,146
Total	\$ 51,269	\$ 68,146
Tax: Other		
Other	\$ 100,511	\$ 109,236
Total	\$ 100,511	\$ 109,236
Total, Other Expenditures	\$ 675,981	\$ 712,256

³ The Department of Revenue estimates that of the \$405 million in sales to exempt organizations, governments account for 80% with qualifying non-profits such as charities, religious organizations, and private schools accounting for the remainder.

TECHNICAL APPENDIX

Tax Expenditures Included in This Report

The Comptroller's Office has decided to limit required agency reporting to those tax expenditures that are:

- 1) state levied taxes accruing to the state (this excludes tax expenditures related to locally levied taxes that are collected by the state and tax expenditures for state levied taxes like the personal property replacement taxes and local share of the state sales taxes that are automatically distributed to local governments);
- 2) authorized directly by state law (tax expenditures arising from the adoption of federal income tax provisions as the starting point for state income tax computations need not be reported); and
- 3) in excess of \$1 million in fiscal year 2012 (however, some agencies did report smaller tax expenditures and the receipting agencies were asked to list any tax expenditures for which detailed cost estimates were not provided either because the tax expenditures were less than \$1 million or were not calculable).

Limitations on Using Tax Expenditure Data

Unlike much of the other data released by the Comptroller's Office, the costs of many of the reported tax expenditures are estimates whose accuracy may be affected by the limitations of the data used to construct each estimate. Measurement of a tax expenditure may require assumptions about the tax base that are subjective and might differ if made by another analyst.

The revenue gained from eliminating a tax expenditure can vary from the figures presented in this report as elimination of a tax expenditure may lead taxpayers to change their behavior. For example, the cost savings from a sales tax exemption might be the attraction that causes some shoppers to purchase an item. If the exemption were eliminated, these shoppers might forego purchase of the item, leaving the state with smaller new revenues than would be computed by adding the revenue losses from purchases with the exemption in place. Further, adding the impacts of the various tax expenditures may overstate the total cost of the tax expenditures, as some transactions may be exempt under multiple tax expenditures.

Transactions that are not taxed because they fall outside of the Illinois tax base are not tax expenditures. For example, the Illinois sales tax is a tax on the transfer of tangible personal property for final use. In most cases, services are taxed only to the extent tangible personal property is transferred as part of the service agreement. Thus a purchase of auto repair services is only taxed on the parts used in the repairs. Not fully taxing service purchases is not a tax expenditure as services lie outside the state tax base.

State Versus Federal Law

In some cases, federal tax law serves as the basis for starting state tax computations. For example, computation of the Illinois personal income tax begins with adjusted gross income (AGI) as determined on federal tax returns. Thus some federal tax expenditures are implicitly extended to Illinois personal income taxpayers.

For this report, such indirect tax expenditures are not considered to be authorized by state law. The Illinois statutes may set AGI as the starting point for Illinois personal income tax computations, but the actual authorization of the tax expenditure is determined by federal law and can be modified by amendment of the federal law. The portion of the tax expenditure statute asking for the “citation of the legal authority for the tax expenditure, the year it was enacted, and the fiscal year in which it first took effect” is interpreted to apply only to state statutes.

However, the state can require specific federal tax expenditures to be added back to the state tax base. An example is the municipal bond interest deductions which are added back to taxable income when computing the Illinois personal income tax base.

Tax expenditures based on the federal Constitution are also excluded from this report. An example would be items exempt from state taxation due to the Commerce Clause of the federal Constitution.

Overlapping Taxes

In some cases transactions or income are exempted from one state tax because they are subject to another state tax. For example, transactions subject to the state sales tax are exempt from the state use tax. Exemptions included in the statutes to prevent double taxation are not considered tax expenditures for purposes of this report. Similarly, credits for taxes paid to other states prevent double taxation and are not tax expenditures.

For More Detailed Information

Agency *Tax Expenditure Report* submissions are available on the State Comptroller’s website: To access the detailed submissions:

- ✓ Go to the Comptroller’s website: <http://www.illinois-comptroller.com>
- ✓ Move the mouse pointer over the Departments button on the top of the page, and then click on the Research and Fiscal Info button.
- ✓ Click on the Detailed Tax Expenditure Data button.
- ✓ Use the drop down box to select the agency of interest. Then select the appropriate fiscal year and click on the Select Agency button.
- ✓ Reports can be created for all receipts for the agency or a selected group of receipts. If select receipts is chosen, use the drop down boxes to choose the first and last of the desired group of receipts.
- ✓ Three standardized reports can be created. The Tax Expenditure Detail report contains the detailed agency submissions. The Tax Expenditure by Fund report provides cost estimates by fund, and the Total Tax Expenditure Cost report lists total cost estimates.
- ✓ The above reports can be printed as HTML files.

If you have any additional questions about the *Tax Expenditure Report*, please contact Sarah Barlow at 217/782-7921. ■