What is the purpose of Schedule ICR?
Schedule ICR, Illinois Credits, allows you to figure the total amount of property tax, K-12 education expense, and earned income credits you may claim on Form IL-1040, Individual Income Tax Return.

What must I attach to Form IL-1040?
If you enter an amount on Form IL-1040, Line 17 or Line 29, you must attach Schedule ICR and any other required documentation listed in the “Step-by-Step Instructions” of this schedule to your Form IL-1040.

Am I eligible for a property tax credit?
You may figure a credit for the Illinois property taxes you paid in 2015 on your principal residence (not a vacation home or rental property) for the time you owned and lived at the property during 2014, if that residence was in Illinois. Nonresidents of Illinois may not take this credit.

You may not figure a credit for mobile home privilege tax, penalties, or fees included in your property tax bill, or the portion of the property tax that is deductible as a business expense.

If you are married and both you and your spouse qualify for a property tax credit on your principal residence, and you are filing separate Illinois returns, you may each claim a property tax credit. However, the total amount of credit claimed between both spouses may not exceed 5 percent of the qualifying property tax.

Illinois property you purchased
You may figure a credit for Illinois property you purchased during 2014 providing you figure only that portion of your taxes that pertains to the time you owned and lived at the property during 2014. You may not take a credit for taxes you paid if the seller reimbursed you at the time of closing. You also may not take a credit on your 2015 return for property you purchased in 2015.

For more information, see Publication 108, Illinois Property Tax Credit.

Am I eligible for a K-12 education expense credit?
You may figure a credit for qualified education expenses, in excess of $250, you paid during 2015 if:
- you were the parent or legal guardian of a full-time student who was under the age of 21 at the close of the school year,
- you and your student were Illinois residents when you paid the expenses, and
- your student attended kindergarten through twelfth grade at a public or nonpublic school in Illinois during 2015.

You must complete Section B of Schedule ICR, including the K-12 Education Expense Credit Worksheet to claim this credit.

Qualified education expenses
Education expenses that qualify for this credit include:
- tuition (including summer school classes meeting elementary or secondary graduation requirements),
- book fees covering the rental of books that were required as a part of the school’s education program,
- lab fees covering the use of supplies, equipment, materials, or instruments that were required as part of a lab course in the school’s education program.

For example, if you rented a musical instrument from the school (not from a business)
- for a class, or
- for participation in an extracurricular activity that resulted in a credit toward completion of the school’s education program,
this rental expense qualifies as an education expense.

Education expenses that do not qualify for this credit include:
- expenses paid to a daycare, preschool, college, university, independent tutoring service, or trade school,
- expenses paid for the purchase of supplies, books, or equipment that are not significantly used up during the school year (e.g., purchasing musical instruments, costumes for a play),
- expenses paid for the use of supplies, equipment, materials, or instruments if the program does not result in a credit towards completion of the school’s education program,
- expenses paid directly to a business (e.g., renting a musical instrument from a music store),
- expenses for after school care, even if paid to the school.
- expenses paid for yourself or your spouse.

For more details, see Publication 119, Education Expense Credit General Rules and Requirements for Home Schools.

Am I eligible for the Illinois Earned Income Credit?
In general, if you qualified for a federal Earned Income Credit (EIC), you also qualify for the Illinois Earned Income Credit.

If you filed a joint federal return and you elected to file separate Illinois returns because one spouse is an injured spouse, you may each claim the EIC. However, the total federal credit reported on Schedule ICR, Line 10a for both spouses cannot exceed the EIC amount claimed on your joint federal return.
What if I need additional forms or schedules?
If you need additional forms or schedules,
- visit our website at tax.illinois.gov or
- write to us at P.O. Box 19010, Springfield, Illinois 62794-9010.

What if I need additional assistance?
If you need assistance,
- visit our website at tax.illinois.gov.
- call our Taxpayer Assistance Division at 1 800 732-8866 or 217 782-3336, or
- call our TDD (telecommunications device for the deaf) at 1 800 544-5304.
Our office hours are 8 a.m. to 5 p.m. Monday through Friday.

---

Step-by-Step Instructions

Step 1: Provide the following information
Enter your name and Social Security number as shown on your Form IL-1040.

Step 2: Figure your nonrefundable credit
Lines 1 through 3 — Follow the instructions on the form.

Section A: Illinois Property Tax Credit
Line 4a — Enter the total amount of Illinois Property Tax paid during the tax year for the real estate that includes your principal residence.

Line 4b — Enter the name of the county and the property number, sometimes called “property index number,” “parcel number,” or “permanent number” for the property listed on Line 4a.

You must enter your property number exactly as it appears on your property tax bill or assessment notice. Your property number is found near the top of your property tax bill or assessment notice. If your property taxes are paid through your mortgage, you may contact your lender for your property number.

You may also get this number from your county assessor’s office. A list of counties, with contact information, is under the “Individuals” section of our website.

Note If you and your spouse each have a principal residence and have included the property tax paid on both residences in Line 4a, enter the county and property number for the second residence on Line 4c.

Lines 4c and 4d — Enter the name of the county and the property number for any lots that
- adjoin your principal residence,
- are used for residential purposes, and
- you included when calculating the total amount of property tax paid on Line 4a.

Line 4e — Enter the portion of your tax bill that is deductible as a business expense on U.S. income tax forms or schedules, even if you did not take the federal deduction.

Lines 4f through 6 — Follow the instructions on the form.

---

Note You must complete the K-12 Education Expense Credit Worksheet on the back of Schedule ICR before completing this section.

Line 7a — Enter the total amount of K-12 education expenses from Line 13 of the worksheet on the back of Schedule ICR.

Line 7c through 8 — Follow the instructions on the form.

Attach any receipts you received from your student's school.

Section C: Total Nonrefundable Credit
Line 9 — Add Lines 5 and 8, and enter this amount on Form IL-1040, Line 17.

Step 3: Figure your refundable credit
Lines 10a through 10d — Follow the instructions on the form.

Line 11 — Enter this amount on Form IL-1040, Line 29.

Section B Continued: K-12 Education Expense Credit Worksheet
Lines 12a through 12j — Complete one line for each qualifying student, filling out Columns A through F by following the instructions on the form.

If a student attended more than one school during the tax year, please use a separate line for each school.

If you need more space, you may attach a separate piece of paper following this format.

Line 13 — Follow the instructions on the form to figure your qualified education expenses. Enter the total on Step 2, Line 7a of Schedule ICR.