Illinois Department of Revenue

IL-477

Replacement Tax Investment Credits

Attach to Form IL-1120, IL-1065, IL-1120-ST, IL-1041, or IL-990-T.

Year ending

___ ___
Month   Year

IL Attachment No. 18

_____
Enter your name as shown on your return.

__ __ - __ __ __ __ __ __ __
Enter your federal employer identification number (FEIN).

Step 1: **Figure your Replacement Tax Investment Credit for qualified property placed in service during the tax year.**

	A Description of qualified property	B Date placed in service Month Year	C Useful life	D New or used*	E Business activity (see inst.)	F Location of use (city or county)	G Basis	H Column G x .5% (.005)
1 a	_____	__ /__	___	___	___	_____	_____	1a _____
b	_____	__ /__	___	___	___	_____	_____	1b _____
c	_____	__ /__	___	___	___	_____	_____	1c _____

* If the property is used, enter the abbreviation of the state in which the property was previously used.

2 Enter the total of each Column G and H. **2** _____   _____

3 If your business is new to Illinois, enter the amount from Line 2, Column H, here and check the box in Step 2. If your business is not new to Illinois, complete Step 2 to see if you qualify for an additional credit based on increases in employment. **3** _____

4 Enter the distributive share of Replacement Tax Investment Credit from partnerships and S corporations. **Attach** Schedule(s) K-1-P. **4** _____

5 Add Line 2, Column H, and Lines 3 and 4. This is your total Replacement Tax Investment Credit from this year. **5** _____

6 **Partnerships or S corporations only.** Multiply Line 5 by the percentage of total ownership in the partnership or S corporation attributable to partners or shareholders subject to replacement tax. See instructions. **6** _____

7 Subtract Line 6 from Line 5. **7** _____

8 Enter the amount of your credit carryforward from a previous year. **8** _____

9 Add Lines 7 and 8. This is your total investment credit available to use this year. **9** _____

10 Enter your total replacement tax. See instructions. **10** _____

11 **Trusts only.** Enter the amount of tax credit from Form IL-1041, Schedule CR, Line 60. See instructions. **11** _____

12 Subtract Line 11 from Line 10. If the amount is zero or negative, enter zero. **12** _____

13 Enter the lesser of Line 9 or Line 12 here and on your return. See instructions. This is your Replacement Tax Investment Credit to use this year. **13** _____

14 Subtract Line 13 from Line 9. If the amount is negative, enter zero. This is the amount of excess credit available to be carried forward five years. **14** _____

Step 2: **Figure your base employment calculation worksheet**

Note: If your business is new to Illinois, check this box. ☐

Do not complete Lines 15 through 22. See instructions for Step 1, Line 3. You automatically qualify for the additional credit.

	Month	A Current year	B Preceding year
15 Enter as your "base employment" the number of covered workers from Line 1 of Illinois Department of Employment Security Form UI-3/40, Employer's Contribution and Wage Report. Make entries only for those months that you were taxed by Illinois.	1st	_____	_____
	2nd	_____	_____
	3rd	_____	_____
	4th	_____	_____
	5th	_____	_____
	6th	_____	_____
	7th	_____	_____
	8th	_____	_____
	9th	_____	_____
	10th	_____	_____
	11th	_____	_____
	12th	_____	_____

16 Enter the total of each column. **16** _____   _____

17 Enter the number of months in your taxable year for each column. See instructions. **17** _____   _____

18 For each column, divide the amount on Line 16 by the amount on Line 17. Round the result to six decimal places and enter the amount here. **18** _____ . _____   _____ . _____

19 Subtract Line 18, Column B, from Line 18, Column A and enter the result here. If the amount is **positive**, continue to Line 20. If the amount is **zero or negative**, **stop here,** enter zero on Line 3, and continue to Line 4. You do not qualify for the additional credit. **19** _____

20 Divide Line 19 by Line 18, Column B. Round the result to six decimal places and enter the amount here. If the amount is .01 or larger, **stop here** and enter the amount from Line 2, Column H, on Line 3. If this amount is less than .01, continue to Line 21. **20** _____

21 Multiply Line 20 by 50% (.50). Round to six decimal places and enter the result here. **21** _____ . _____

22 Multiply Line 2, Column G, by Line 21, and enter the result here and on Line 3. **22** _____

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This form is authorized as outlined by the Illinois Income Tax Act. Disclosure of this information is REQUIRED. Failure to provide information could result in a penalty.

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