

### Illinois Department of Revenue

# **IL-2220** Computation of Penalties for Businesses For IL-1120, IL-1120-ST, IL-1065, IL-1041, IL-1023-C, or IL-990-T filers

2000

St	ep 1: Complete the following information		
	This form is for 2000 calendar year or for fiscal year beginning///, and ending	J/_	/
2	Write your name as it appears on your annual return.		
3	Write your FEIN as it appears on your annual return. 3		
4	If your prior year return was filed under a different FEIN than the one shown on Line 3, write that number here.  4		
St	ep 2: Figure your required installments - Form IL-1120 filers only		_
5 6 7	Write the total <b>net</b> income and replacement tax from each Form IL-1120, Part II, Line 3. If prior year's tax was zero, write "N/A" in Column B. See instructions.  Multiply Column A, Line 5, by 90% (.9).  If Column A, Line 5, is \$400 or less, write "0" and go to Step 3. Otherwise, write the <b>lesser</b> of Column A, Line 6, or Column B, Line 5. See instructions.  Divide the amount on Line 7 by four. This is the amount of each required installment. Write this amount here and on Line 10, Quarters 1 through 4.		B Last year
9	Write in Quarters 1 through 4, the Quarter 1 Quarter 2 Quarter 3		Quarter 4
10	installment date that corresponds with the 15th day of the 4th, 6th, 9th, and 12th month of your tax year.  Write the required installment. See instructions.  10		//
11		a lina	Do not write on this line
12 13	Subtract Line 11 from Line 10. If the amount is negative, use brackets. Write in Quarters 2 through 4, the amount from Line 10.	sime.	Do not write on this line.
14	write that amount as a positive here. Otherwise, write "0."  13 Skip this line for Quarter 1.		
St	ep 3: Figure your unpaid tax		
15 16 17	Write the amount from Column A, Line 5.  Add your credit carried forward from the prior year and your total estimated tax payments made this Compare that total to <b>either</b> the amount written on Line 7, or, <b>if you annualized</b> , the total of Line 10 Quarters 1 through 4, and write the <b>greater</b> amount here.  Write other payments made <b>on or before</b> your original due date. <b>a</b> Write the amount and the date of your Form IL-505-B. <b>17a</b>	), 16	
- •	<ul> <li>—positive, write that amount here. Continue to Step 4 and write this amount in Penalty Worksheet 1, Column C.</li> <li>—zero or negative, write that amount here and, if negative, use brackets. Continue to Step 4, skip Penalty Worksheet 1, and go to Penalty Worksheet 2. You may apply this overpayment to any underpayment when figuring your Penalty Worksheet 2. See instructions.</li> </ul>	19	

## Step 4: Figure your late-payment penalty

Use Penalty Worksheet 1 to figure your late-payment penalty for unpaid tax.

Use Penalty Worksheet 2 to figure your late-payment penalty for underpayment of estimated tax.

Pena	alty rates	1	of days late Pena - 30	.02		rs late Pe		
Penalt	y Workshe	et 1 — Late-p	ayment penalt	y for unpaid tax	(			
20 Write	the amount and	the date of any pay	yment you made <b>a</b>	<b>ifter</b> your original d	lue date. See ir	nstructions.		
	Amount	Date paid						
a		//						
b		//						
		n Line 19, on the fire						
<b>A</b> Period	<b>B</b> Due date	<b>C</b> Unpaid amount	<b>D</b> Payment applied	<b>E</b> Balance due (Col. C - Col. D)	<b>F</b> Payment date	<b>G</b> No. of days late	<b>H</b> Penalty rate (see above)	<b>I</b> Penalty
Return	//				_			
		s your late-paymer		oaid tax.			22	2
Note → Y	ou may apply ar	nt here and on Line by remaining overpa eet 2 — Late-p	ayment in Column I		. ,			sheet 2.
Note → Y Penalt	y Workshe	eet 2 — Late-p	payment in Column Incoment penalty estimated income the Estimated income	y for underpayr ax payment you m	ment of estinated ade. See instru	mated tax	(	
Note → Y Penalt	You may apply are sy Workshe the amount and Amount	eet 2 — Late-p d the date of each e	eayment in Column Incoment penalty estimated income to the Estimated income to the Estimated incoment content of the Estimated incoment to the Estimated incoment incoment incoment to the Estimated incoment incom	y for underpayr ax payment you m come tax paymer Date paid	ment of estinate. See instrunts	mated tax uctions.		paid
Penalt 23 Write a _ b _	You may apply are the amount and Amount	eet 2 — Late-p d the date of each e  Date paid	eayment in Column Income to estimated income to estimate income estimate	y for underpayr ax payment you m come tax paymen Date paid	ment of estinate ade. See instructions	mated tax uctions.  Amount	Date	paid 
Penalt  23 Write  a _ b _ 24 Write	y Workshe the amount and the unpaid amo	eet 2 — Late-p d the date of each e  Date paid /_ /  unts from Line 14, 0	estimated income to Amount c d d Quarters 1 through	y for underpayr ax payment you m come tax paymen Date paid	ment of estinate. See instructions  e f of the appropr	mated tax uctions.  Amount	Date//. s in Column 0	paid
Penalt 23 Write a _ b _	You may apply are the amount and Amount	eet 2 — Late-p d the date of each e  Date paid	eayment in Column Income to estimated income to estimate income estimate	y for underpayr ax payment you m come tax paymen Date paid	ment of estinate ade. See instructions	mated tax uctions.  Amount iate quarter G No. of	Date	paid below.
Penalt  3 Write  a _ b _ 24 Write	You may apply are  Ey Workshe  The the amount and  Amount  The unpaid amo  B  Due	eet 2 — Late-p d the date of each e  Date paid /_ /  unts from Line 14, 0  Unpaid	eayment in Column Income to estimated income to estimated income to estimate income estimate esti	y for underpayr  ax payment you m  come tax paymen  Date paid	ment of estinate. See instructions  e	mated tax uctions.  Amount iate quarter G No. of days late	Date //. s in Column C  H Penalty rate	paid   C below. I
Period	You may apply are  Ey Workshe  The the amount and  Amount  The unpaid amo  B  Due date	eet 2 — Late-p d the date of each e  Date paid /_ /  unts from Line 14, 0  Unpaid	eayment in Column Income to estimated income to estimated income to estimate income estimate esti	y for underpayr  ax payment you m  come tax paymen  Date paid	ment of estinate. See instructions  e f f of the appropr F Payment date	mated tax uctions.  Amount iate quarter G No. of days late	Date //. s in Column C  H Penalty rate	paid below.
Penalt  23 Write  a _ b _  24 Write  A  Period  Qtr. 1	You may apply are by Workshee the amount and Amount the unpaid amount and Bue date	eet 2 — Late-p d the date of each e  Date paid /_ /  unts from Line 14, 0  Unpaid	eayment in Column Income to estimated income to estimated income to estimate income estimate esti	y for underpayr  ax payment you m  come tax paymen  Date paid	ment of estinate. See instructions  e f f of the appropr F Payment date	mated tax uctions.  Amount iate quarter G No. of days late	Date //. s in Column C  H Penalty rate	paid

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Add Column I, Quarters 1 through 4. This is your late-payment penalty for underpayment of estimated tax.

Write the total amount here and on Line 29b.

### Step 5: Figure your late-filing penalty and your total penalties

<u>=</u> No	Complete Lines 26 through 28 to figure your late-filing penalty only if  • you are filing your return after the extended due date; and		
	<ul> <li>your tax was not paid by your original due date.</li> </ul>		
26	Write the amount of your tax due from your annual return. See instructions.	<b>26</b> _	
27	Multiply the amount on Line 26 by 2% (.02).	<b>27</b> _	
28	Write the lesser of Line 27 or \$250. This is your late-filing penalty.	28 _	
29	a Write your late-payment penalty for unpaid tax from Line 22.	_	
	<b>b</b> Write your late-payment penalty for underpayment of estimated tax from Line 25. <b>b</b>	_	
	Add Lines 29a and 29b.	<b>29</b> _	
30	Add Lines 28 and 29. Write "penalty" and this amount to the left of the tax due line on your annual return.		
	Attach this form (front and back) to your return.	30 _	

### Step 6: Complete the annualization worksheet for Step 2, Line 10

#### **ENote** → Complete this worksheet only if

your income was not received evenly throughout the year and you choose to annualize your income. Complete Column A, Lines 31 through 47 before going to the next column.

			Α	B <u>First 3 months</u>	C <u>First 6 months</u>	D <u>First 9 months</u>
31	Write your Illinois net income					
	for each period.	31	Do not write on this line.			
32	Annualization factors	32	Do not write on this line.	4_	2	1.33333
33	Multiply Line 31 by Line 32.	33	Do not write on this line.			
34	Write your Illinois <b>net</b> income		First 3 months	First 5 months	First 8 months	First 11 months
	for each period.	34				
	Annualization factors	35	4	2.4	1.5	1.09091
	Multiply Line 34 by Line 35.	36				
37	In Column A, write the amount from Line 36, Column A. In Columns B, C, and D, write					
	the lesser of Line 33 or 36					
	for each period.	37				
38	Net income and replacement tax					
	for the period. See instructions.	38				
39	Applicable percentage	39	22.5% (.225)	45% (.45)	67.5% (.675)	90% (.9)
40	Multiply Line 38 by Line 39. This					
	is your annualized installment.	40				
41	Add the amounts on Line 47 of					
40	each of the preceding columns and write the total here.	41	Do not write on this line.			
42	Subtract Line 41 from Line 40.	40				
40	If less than zero, write "0."	42				
43	Divide Step 2, Line 7 by four and write the result in each column.	43				
44	Write the amount from Line 46					
•	of the preceding column.	44	Do not write on this line.			
45	Add Lines 43 and 44	45				
46	If Line 45 is greater than Line 42,					
	subtract Line 42 from Line 45.					
	Otherwise, write "0."	46				Do not write on this line.
47	Write the lesser of Line 42 or 45					Do not write on this line.
••	here and on Step 2, Line 10.					
	This is your required installment.	47				