

## **Illinois Department of Revenue**

# IL-2220 Computation of Penalties for Businesses

2000

Attach to your Forms IL-1120, IL-1120-ST, IL-1065, IL-1041, IL-1023-C, or IL-990-T.

IL Attachment No. 19

**Read this information first - For original returns only.** Do not use this form with any amended return filed after the extended due date of the return. We encourage you to let us figure your penalties and send you a bill, instead of completing this form yourself.

St	ep 1: Provide the follo	wing information	n			
1	This form is for 2008 calendar year	or for fiscal year beginning	///	, ar	nd ending/_ Month Day	/ Year
2	Write your name as it appears on y	our annual return.		2		
3	Write your FEIN as it appears on yo	our annual return.		3		
ļ	If your prior year return was filed ur than the one shown on Line 3, write	nder a different FEIN e that number here.		4		
t	ep 2: Figure your req	uired installment	<b>ts -</b> Form IL-1120	) filers	only A This year	B Last year
5	Write the total <b>net</b> income and repla				•	•
	If prior year's tax was zero or you file		"N/A" in Column B.			
	Multiply Column A, Line 5, by 90% If Column A, Line 5, is \$400 or less	· /	Othorwico write	6		
I	the <b>lesser</b> of Column A, Line 6,			7		
8	Divide the amount on Line 7 by fou					
	installment. (If you used the annual			s.) <b>8</b>		
)	Write in Quarters 1 through 4, the	Quarter 1	Quarter 2		Quarter 3	Quarter 4
	installment date that corresponds with the 15th day of the 4th, 6th, 9th,					
	and 12th month of your tax year.	9//	//			//
0	Write the required installment.					
	See instructions.	10				
1	Write the amount of credit carried					
	forward from the prior year and any pass-through entity payment.					
	See instructions.	11				
2	Subtract Line 11 from Line 10.					
	If the amount is negative,					
,	use brackets.	12				
,	If the amount on Line 14 of the previous quarter is negative,					
	write that amount as a positive					
	here. Otherwise, write "0."	13 Skip this line for Quarter 1.				
1	Subtract Line 13 from Line 12.					
	If the amount is negative, use brackets.	14				
	use brackets.	· · ·				
t	ep 3: Figure your unp	oaid tax - all taxpaye	rs			
5	Write your total net income and rep	placement tax. See instruction	ons.			15
ò	a Write the amount of your credit	carryforward from the prior	year, your			
	total estimated tax payments ma		-through			
	entity payments made on your b			16a		
	b Form IL-1120 filers only: Write			405		
	annualized, the total of Line 10.			100		40
,	Write the <b>greater</b> of Line 16a or Lin		4.			16
1	Write other payments made <b>on or</b> a Write the amount and the date of		te. <b>7a</b>	/	1	
	<b>b</b> Write the amount and the date of	of any other payment. 1	7b	',	',	
	Add Lines 17a and 17b.	,				17
3	Add Lines 16 and 17.					18
9	Subtract Line 18 from Line 15. If th	is amount is				
	-positive, write that amount here		rite this amount in			
	Penalty Worksheet 1, Line 21, C					
	—zero or negative, write that amo					
	skip Penalty Worksheet 1, and g to any underpayment when figure			erpayme	HIL	19
	to arry uniderpayment which high	ing your renaity workstiee	. L. OCC 111311 UUIIUI 15.			I J

### **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.

Note → You must follow the instructions in order to properly complete the penalty worksheets.

	$\overline{}$	
( Penalty	rates)	<u>N</u>

lumber of days late Penalty rate

		4	- 30	00				
			or more					
				ty for unpaid tax er your original due d		ctions.		
a _ b		//						
			line of Column C be	alow				
<b>A</b> Period	<b>B</b> Due date	C 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> Penalt
eturn								
					//			
Write	the total amount h	nere and on Step 5,		E above to any und	lerpayment wh	nen figuring l	<b>22</b> <sub>-</sub> Penalty Works	sheet 2.
				y for underpayr			·	
			timated income tax	ment due date on Li payment you made. come tax payme	. See instruction	ns.	ŕ	
	e the amount and t	he date of each es	timated income tax Estimated in Amount	payment you made. come tax payment Date paid	. See instruction	Amount	Date p	oaid
Write	e the amount and t	he date of each es	timated income tax Estimated in Amount	payment you made. come tax payment Date paid	See instruction	Amount	ŕ	oaid
Write	Amount and t	Date paid	timated income tax  Estimated in  Amount  c  d	payment you made.  come tax paymei  Date paid	. See instruction nts e f _	Amount	Date	oaid 
write	Amount  Amount  the unpaid amoun	Date paid	timated income tax  Estimated in  Amount  c  d	payment you made.  come tax payment  Date paid /_/  , on the first line of the	. See instruction nts e f _	Amount	Date	oaid 
a _ b _ Write	Amount and t	Date paid //  nts from Line 14, Qu	timated income tax  Estimated in  Amount  C  d  uarters 1 through 4	payment you made.  come tax paymei  Date paid	See instruction nts  e _ f _ he appropriate	Amount quarters in C	Date p///_Column C below H Penalty rate	oaid   v. I
Write  a _ b _ Write  A eriod	Amount  Amount  the unpaid amoun	Date paid //  nts from Line 14, Que  C Unpaid	timated income tax  Estimated in  Amount  C  d  uarters 1 through 4  D  Payment	payment you made.  come tax payment  Date paid	See instruction  nts  e _ f _ he appropriate  F Payment	Amount  quarters in C  G  No. of	Date p///_Column C below H Penalty rate	oaid   v. I
Write  a _ b _ Write  A eriod	Amount  Amount  the unpaid amount  B  Due date	Date paid //  nts from Line 14, Que  C Unpaid	timated income tax  Estimated in  Amount  C  d  uarters 1 through 4  D  Payment	payment you made.  come tax payment  Date paid /,  on the first line of the  Balance due (Col. C - Col. D)	See instruction  nts  e _ f _ he appropriate  F Payment	Amount  quarters in C  G  No. of days late	Date p///_Column C below H Penalty rate	oaid   v. I
Write  a _ b _ Write  A Period  Otr. 1	Amount  Amount  the unpaid amount  B  Due date	Date paid //  nts from Line 14, Que  C Unpaid amount	timated income tax  Estimated in  Amount  C  d  uarters 1 through 4  D  Payment	payment you made.  come tax payment  Date paid /,  on the first line of the  Balance due (Col. C - Col. D)	e f he appropriate  F Payment date	quarters in C  G  No. of days late	Date p///_Column C below H Penalty rate	oaid   v. I
Write  a _ b _ Write  A eriod	Amount  Amount  the unpaid amount  B  Due date	Date paid //  nts from Line 14, Que  C Unpaid amount	timated income tax  Estimated in  Amount  C  d  uarters 1 through 4  D  Payment	payment you made.  come tax payment  Date paid /,  on the first line of the  Balance due (Col. C - Col. D)	e f he appropriate  F Payment date	quarters in C  G  No. of days late	Date p///_Column C below H Penalty rate	oaid   v. I
a _ b _ Write A Period Otr. 1	Amount  Amount  the unpaid amount  B  Due date	Date paid //  nts from Line 14, Que  C Unpaid amount	timated income tax  Estimated in  Amount  C  d  uarters 1 through 4  D  Payment	payment you made.  come tax payment  Date paid /,  on the first line of the  Balance due (Col. C - Col. D)	e f he appropriate  F Payment date	quarters in C  G  No. of days late	Date p///_Column C below H Penalty rate	<b>oaid</b>   v.
a _ b _ Write A Period Otr. 1	Amount  Amount  the unpaid amount  B  Due date /_ /	Date paid //  nts from Line 14, Que  C Unpaid amount	timated income tax  Estimated in  Amount  C  d  uarters 1 through 4  D  Payment	payment you made.  come tax payment  Date paid /,  on the first line of the  Balance due (Col. C - Col. D)	e f he appropriate  F Payment date	quarters in C  G  No. of days late	Date p///_Column C below H Penalty rate	oaid   v. I

25 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 Form IL-1120, Step 8, Line 53.

25		

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

<u>=No</u>	ted Complete Lines 26 through 28 to figure your late-filing penalty only if		
	<ul> <li>you are filing your return after the extended due date; and</li> </ul>		
	<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.	26	
27	Multiply the amount on Line 26 by 2% (.02).	27	
28	Write the lesser of Line 27 or \$250. This is your late-filing penalty.	28	
29	Write your late-payment penalty for unpaid tax from Line 22.	29	
30	If you have an overpayment on your tax return*, write that amount as a <negative number="">.</negative>		
	If you have an amount due on your tax return*, write that amount here.	30	
	* <del>■Note →</del> See instructions for the correct line references for all tax returns.		
31	Add Lines 28, 29, and 30. This is the total amount you owe or are overpaid (before any amount applied		
	to next year's estimated payment).	31	
=No	te→ This amount may not match your overpayment or tax due on your original tax form. Pay the amount		
	on Line 31 if you wish to pay your penalties at this time. Otherwise, we will send you a bill.		

## 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 32 through 48, before going to the next column.

			Α	В	С	D
_				First 3 months	First 6 months	First 9 months
32	Write your Illinois net income					
	for each period.		Do not write on this line.			
	Annualization factors		Do not write on this line.	4	2	1.33333
34	Multiply Line 32 by Line 33.	34	Do not write on this line.			
			First 3 months	First 5 months	First 8 months	First 11 months
35	Write your Illinois net income					
	for each period.	35				
36	Annualization factors	36	4	2.4	1.5	1.09091
37	Multiply Line 35 by Line 36.	37				
38	In Column A, write the amount					
	from Line 37, Column A.					
	In Columns B, C, and D, write					
	the lesser of Line 34 or 37					
	for each period.	38				
39	Net income and replacement tax	•				
	for the period. See instructions.	39				
40	Applicable percentage	40	22.5% (.225)	45% (.45)	67.5% (.675)	90% (.9)
41	Multiply Line 39 by Line 40. This				-	
•••	is your annualized installment.	41				
42	Add the amounts on Line 48 of	71				
72	each of the preceding columns					
	and write the total here.	12	Do not write on this line.			
12	Subtract Line 42 from Line 41.	72				
43	If less than zero, write "0."	12				
11	Divide Step 2, Line 7 by four and	40				
44	write the result in each column.	11				
45	Write the amount from Line 47	44		·		
45	of the preceding column.	15	Do not write on this line.			
16	Add Lines 44 and 45.	46				
		40				
47	If Line 46 is greater than Line 43,					
	subtract Line 43 from Line 46.	47				
40	Otherwise, write "0."	47	<del></del>			
48	Write the lesser of Line 43 or 46					
	here and on Step 2, Line 10.	40				
	This is your required installment.	48				