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IL-1120-ST, IL-1041, or IL-990-T.

Illinois Department of Revenue Attach to Form IL-1120, IL-1065, Replacement Tax

Year ending

Month Year IL Attachment No. 18

Write your name as shown on your return.

Write your federal employer identification number (FEIN).

Ste	ep 1: Figure y	/our Repla ce during	aceme	nt Tax	k Invest ar	tment C	redit fo	r qualifie	ed pro	operty placed
	A	в	C	D	E	F		G		н
	Description of	Date placed in service	Useful	New or	Business activity	Location	ofuse	Basis		Column G x .5% (.005)
	qualified property	Month Year	life	used*	(see inst.)	(city or c		Daolo		
1	a	/							1a	
	b	/							1b	
	C	/							1c	
	* If the property is used, w			ate in whi	ich the prope	rty was previo				
	Write the total of each			at from L	ine 2 Colu	mn H hara a	and check			
	If your business is new to Illinois, write 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					p = 10 000 ii	Jou doom)		3	
	Write the distributive sh			-		n partnership	s and S cor	porations.	4	
5	Add Line 2, Column H,	and Lines 3 and	d 4. This is	your tot	al replacem	nent tax inves	stment credi	t		
	from this year.								5	
	Multiply Line 5 by the p						oration attribu	itable to	6	
	partners or shareholde Subtract Line 6 from Li		lacement	lax (See	Instructions	5).			_	
	Write the amount of yo		ward from	a previ	ous vear.					
	Add Lines 7 and 8. This			-	-	e this year.				
	Write your total replace					,				
	Write the lesser of Line				urn (see ins	structions). Th	his is your			
	replacement tax investi		•						11	
	Subtract Line 11 from L		e less thar	ז zero). ٦	This is the a	mount of exc	cess credit a	vailable		
	to be carried forward fiv	-							12	
	ep 2: Figure y				nt calc	ulation	worksh	eet		
	e: If your business is ne									
	automatically qualify for plete Lines 13 through				e 3	Month	C	A Current year		B Preceding year
	-			-						r roooding your
	Write as your "base em from Line 1 of Illinois D					1st 2nd	-			
	UI-3/40, Employer's Co					2nd 3rd			·	
	entries only for those m					4th			·	
	5	5		,		5th				
						6th				
						7th				
						8th 9th				
						10th				
						11th				
						12th				
	Write the total of each						14			
	Divide the amount on L			nonths u	sed in that of	column.	45			
	Round to six decimal p Subtract Line 15, Colur			n A and	write the re	eult horo	15			
	If the amount is positiv					soult nele.				
	If the amount is zero o			ite "0" oi	n Line 3,					
	and continue to Line 4.	You do not qual	ify for the a	additiona	al credit.				16	
7	Divide Line 16 by Line	15, Column B. R	ound to si	ix decim	al places ar	nd write here				

18	Multiply Line 1	7 by 50% (.50).	Round to six	decimal place	es and write here
10	Multiply I for a O		1	constant to a second second	1

Multiply Line 2, Column G, by Line 18, and write here and on Line 3. 19

This form is authorized by the Illinois Income Tax Act. Disclosure of this information is REQUIRED. Failure to provide this information could result in a penalty. This form has been approved by the Forms Management Center. IL-492-0096

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18 19

General Information

Fiscal year filers only: The Replacement Tax Investment Credit scheduled to expire December 31, 2008, has been extended. If you are a fiscal year filer that had qualifying property placed in service on or after January 1, 2009, and you filed a 2008 tax return but did not claim the credit on Form IL-477, you may file an amended tax return and a complete Form IL-477 in order to claim the credit.

Complete this form if you are a corporation, S corporation, partnership, trust, or exempt organization subject to replacement tax and are entitled to a replacement tax investment credit.

If you are filing an Illinois combined unitary return, complete one Form IL-477 for the entire combined group.

ENOTE For tax years ending on or after December 31, 2000, investment credits earned by you and allocable to your partners and shareholders subject to replacement tax automatically flow through to those partners and shareholders. The amount allocable to other partners and shareholders remains with you.

How do I qualify for a credit?

You may take this credit if you

- placed qualified property in service in Illinois within the tax year,
- continue to use the qualified property on the last day of your tax year, and
- are primarily (more than 50 percent) engaged in manufacturing, mining coal or fluorite, or retailing.

This credit includes

- an amount equal to .5 percent (.005) of the basis of qualified property placed in service in Illinois during your tax year; and
- an additional credit of up to .5 percent (.005) of the basis of qualified property placed in service during your tax year, if your Illinois base employment increased over the preceding year, or if your business is new to Illinois.

Definitions "Qualified property" is property that

• is tangible;

- is depreciable according to IRC Section 167;
- has a useful life of four or more years as of the date placed in service in Illinois; and
- is acquired by purchase as defined in IRC Section 179(d).

Qualified property can be new or used but does not qualify for the Replacement Tax Investment Credit if it was previously used in Illinois in a manner that qualified for that credit or for the Enterprise Zone or River Edge Redevelopment Zone Investment Credit on Illinois Schedule 1299-A or 1299-D. Such property includes buildings, structural components of buildings, and signs that are real property. It does not include land or improvements to real property that are not a structural component of a building, such as landscaping, sewer lines, local access roads, fencing, parking lots, and other appurtenances. Any improvement or addition made after the property is placed in service is considered to be qualified property to the extent that the improvement or addition increases the adjusted basis of the property, and otherwise meets the requirements of qualified property.

Specific Instructions

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

Lines 1a through 1c — Follow the instructions for each column.

Column A — Describe each item of qualified property you placed in service in Illinois.

Column B — Write the date, including month and year, each item of qualified property was placed in service in Illinois. An item is placed in service on the earlier of

- the date the item is placed in a condition or state of readiness and availability for its specifically assigned function, or
- the date the depreciation period of the item begins. (Generally, this will be the same date the item is placed in service for purposes of the federal depreciation deduction.)

ENOTE The date placed in service in Illinois must be written in Column B or your basis in Column G will be reduced to zero.

Column C — If you are using the modified accelerated cost recovery system, (MACRS) to depreciate the property, write the MACRS class assigned to each item of qualified property. Property assigned to a MACRS class of less than four years is not qualified property.

If you are not using the MACRS method to depreciate the property, write the useful life assigned to the property for federal depreciation purposes. The useful life of the property, when placed in service, must be four or more years to qualify.

Column D — Indicate whether each item of qualified property is new or used. If the property was previously used, write the abbreviation of the state where the property was located.

Column E — Indicate your primary business activity. Write the corresponding number of the following functions on the line: 1) retailing; 2) manufacturing; 3) coal mining; or 4) fluorite mining.

Column F — Write the municipality or county, if the area is unincorporated, where each item of qualified property was used.

Column G — For each item of property, write the basis used to figure the depreciation deduction for federal income tax purposes. Generally, the adjusted basis will be the purchase price of the property, plus any capital expenditures, less any rebates.

Column H — Multiply each entry by .5 percent (.005) and write the result.

Line 2 — Write the total of Column G and the total of Column H.

Line 3 — If your business is new to Illinois, write the amount from, Line 2, Column H, and check the box above Line 13. Do not complete Lines 13 through 19. If your business is not new to Illinois and your base employment

- did not increase over the preceding year, write "0" and continue to Line 4; or
- increased from the preceding year, complete Step 2 before making an entry.

Line 4 — Write the distributive share of replacement tax investment credit distributed from partnerships and S corporations.

ENOTE Complete Line 4 only if you are a partnership or S corporation. All other corporations and trusts write zero.

Line 6 — To figure the percentage of total ownership in the partnership or S corporation attributable to partners or shareholders subject to replacement tax divide the amount on Form IL-1065 or IL-1120-ST, Schedule B, Line 7, by the total of the amount from Schedule B, Line 7, plus your base income from Form IL-1065 or IL-1120-ST, Line 36. Multiply this fraction by the amount on this Form IL-477, Line 5, and write the result on Line 6.

Line 8 — Write the amount of credit carryforward from your prior year Form IL-477. Do not include any excess credit earned prior to December 31, 2003.

Line 10 — Write the total replacement tax (after recapture of the replacement tax investment credit) from your

- Form IL-1120, Line 44
- Form IL-1041, Line 37
- Form IL-1120-ST, Line 55
- Form IL-990-T, Line 15
- Form IL-1065, Line 58

Line 11 — Write the lesser of Line 9 or Line 10 here and on your

- Form IL-1120, Line 45
- Form IL-1041, Line 38
- Form IL-1120-ST, Line 56
- Form IL-1065, Line 59
- Form IL-990-T, Line 16

Line 12 - Subtract Line 11 from Line 9. This is the amount of excess credit available to be carried forward five years.

Step 2 — Figure your base employment calculation worksheet

Lines 13 through 19 — Follow the instructions on the form.