



Schedule SA

For tax years ending on or after January 1, 2011
Attach to Form IL-1041 as the first attachment.

Specific Accounting Method of Computing Net Income for Fiduciaries

Tax year ending

Month Year

Step 1 — Provide the following business information

A Write your complete legal business name as shown on Form IL-1041.

B Write your federal employer identification no. (FEIN).

Name: _____

____ - ____ - ____ - ____ - ____ - ____

Step 2 — Figure your base income or loss

Note Use the figures from Form IL-1041, **Column B, Fiduciary**, and the corresponding line items referenced below.

	A	B
	Pre-1/1/11 figures	Post-12/31/10 figures
1 Federal taxable Income. (IL-1041, Line 1)	_____	_____
2 Federal net operating loss deduction. (IL-1041, Line 2)	_____	_____
3 Illinois addition modifications. (IL-1041, Lines 3 through 10)	_____	_____
4 Total income or loss. Add Lines 1 through 3. (IL-1041, Line 11)	_____	_____
5 Illinois subtraction modifications. (IL-1041, Line 25)	_____	_____
6 Base income or loss. (IL-1041, Line 26)	_____	_____
Residents: Skip Step 3 and write the amounts from Line 6 on Line 17.	_____	_____
Nonresidents: Complete Step 3 and follow the instructions.	_____	_____

Step 3 — Figure your apportionment factor — Nonresidents only

7 Nonbusiness income or loss. See instructions.	_____	_____
8 Business income or loss from nonunitary partnerships, S corporations, trusts, or estates. See instructions.	_____	_____
9 Add Lines 7 and 8.	_____	_____
10 Business income or loss. Subtract Line 9 from Line 6.	_____	_____
11 Write the net sales everywhere. (Schedule NR, Step 6, Line 1)	_____	_____
12 Write the net sales within Illinois. (Schedule NR, Step 6, Line 2)	_____	_____
13 Apportionment factor. Divide Line 12 by Line 11 and carry to six decimal places. (Schedule NR, Step 6, Line 3)	_____	_____
14 Business income or loss apportionable to Illinois Multiply Line 13 by Line 10, for each column.	_____	_____
15 Nonbusiness income or loss allocable to Illinois.	_____	_____
16 Non-unitary partnerships, S corporations, trusts or estates business income or loss apportionable to Illinois.	_____	_____

Step 4 — Figure your income tax

17 Net income or loss allocable to Illinois. Residents: Write the amounts from Column A and B, Line 6. (IL-1041, Line 27) Nonresidents: Add Lines 14, 15, and 16. (Schedule NR, Line 51)	_____	_____
18 Discharge of indebtedness adjustment. (IL-1041, Line 28)	_____	_____
19 Adjusted base income or net loss. Add Lines 17 and 18. (IL-1041, Line 29)	_____	_____
20 Illinois net loss deduction. See instructions. (IL-1041, Line 30)	_____	_____
21 Standard Exemption. See Instructions. (IL-1041, Line 31)	_____	_____
22 Add Lines 20 and 21. (IL-1041, Line 32)	_____	_____
23 Net income. Subtract Line 22 from Line 19. (IL-1041, Line 33)	◆ _____	◆ _____
24 Tax. Column A: Multiply Line 23 by 3% (.03). Column B: Multiply Line 23 by 5% (.05).	_____	_____
25 Add Columns A and B, Line 24, and write the total here and on your Form IL-1041, Line 40.	_____	_____

Schedule SA Instructions

General Information

The purpose of Schedule SA, Specific Accounting, is to provide a means for calculating your income and tax at separate rates, due to an income tax rate increase in the middle of the tax year. The Schedule SA allows you to figure your tax based on the specific accounting method.

- **Specific accounting method** - The specific accounting method allows you to treat your net income or loss and modifications as though they were earned in two different taxable years.

For trusts and estates, the amount earned prior to January 1, 2011, is taxed at 3 percent. The amount earned on or after January 1, 2011, is taxed at 5 percent.

Who should use Schedule SA?

You must use Schedule SA if you elect not to use the blended rate method of computing your tax when the rate changes in the middle of the tax year. The blended rate method taxes your income as if you received it evenly throughout the year.

If you actually earned more of your income during the period to which the 3 percent tax rate applies, electing to use the specific accounting method on Schedule SA to determine how much of your income is taxed at the 3 percent rate and how much is taxed at the 5 percent rate will reduce your tax liability. The election is made by attaching Schedule SA to your timely-filed original return. Once the election is made, it is irrevocable.

Specific Instructions

Step 1 — Provide your business information

Line A — Write the name of your trust or estate, as shown on your Form IL-1041.

Line B — Write your FEIN as shown on your Form IL-1041.

Step 2 — Figure your base income or loss

Column A — For each line item, write the amounts included for the portion of your tax year that comes before January 1, 2011, based on your method of allocation.

Column B — For each line item, write the amounts included for the portion of your tax year that comes after December 31, 2010, based on your method of allocation.

Note — All items of income, deduction and loss passed through to you by a partnership, S corporation, trust, or estate are treated as received by you on the last day of that entity's taxable year.

The total amount from Columns A and B Line —	Must equal the amount on Form IL-1041, Line —
1	1
2	2
3	3 through 10
4	11
5	25
6	26

Note — **Full-time Illinois residents:** Skip Step 3, write the amount from Line 6 on Step 4, Line 17, and complete the rest of the form.

Nonresidents or part-year residents: complete Steps 3 and 4.

Step 3 — Figure your apportionment factor

If you completed Form IL-1041, Schedule NR, you must complete Step 3 to apportion business income and allocate nonbusiness income to Illinois appropriately.

Line 7 — Write the amount of nonbusiness income or loss included in Line 6. The amount of nonbusiness income is represented in the amount you showed on your Schedule NR, Step 3, Column B, and Step 4, Column A.

Line 8 — Write the amount of business income or loss from non-unitary partnerships, S corporations, trusts, or estates, as shown on Schedule NR, Step 3, Column B, and Step 4, Column A.

The amount from Line —	Must equal the amount on Schedule NR, Step 6, Line —
11	1
12	2
13	3

Lines 15 — Write the amount of nonbusiness income or loss included in Line 6 allocated to Illinois on your Schedule NR, Step 3, Column C and Step 4, Column B.

Lines 16 — Write the amount of business income apportioned to Illinois by a partnership, S corporation, trust, or estate, as reported to you on Schedules K-1-P or K-1-T, Steps 4 and 5.

Step 4 — Figure your income tax

Line 17 — Follow the instructions on the form.

The total amount from Columns A and B Line —	Must equal the amount on Form IL-1041, Line —
17	27
18	28
19	29
20	30
21	31
22	32
23	33

Line 21 — Prorate your exemption allowance between the two separate tax periods based on the number of days in each tax period.

- Divide the number of days in each tax period by the total number of days in the tax year.
- Round the result to six decimal places.
- Multiply the decimal by total exemption allowance (cannot exceed \$1,000). See Form IL-1041, Line 31 or Schedule NR, Line 54 for your total exemption allowance amount.

Lines 24 and 25 — Follow the instructions on the form.

Note — For fiscal 2011 returns filed on 2010 forms, attach this form directly behind your Form IL-1041, as **Attachment No. 1**. This attachment supersedes all other attachments.

