



Read this information first - We encourage you to let us figure your penalties and send you a bill, instead of completing this form yourself. You must complete this form if you are using the annualized income installment method for late-payment penalty for underpayment of estimated tax in Step 6.

You do not owe the late-payment penalty for underpayment of estimated tax if you made timely estimated payments equaling at least 90 percent of this year's tax liability or 100 percent of the prior year's tax liability (provided you reported a liability in the prior year and it was not a short taxable year). The late-payment penalty for underpayment of estimated tax is based on the tax shown due on your original return. Do not use the tax shown on an amended return filed after the extended due date of the return to compute your required installments in Step 2.

Step 1: Provide the following information

- 1 This form is for 2014 calendar year or fiscal year beginning ... 2 Enter your FEIN as it appears on your annual return. 3 Enter your name as it appears on your annual return. 4 If your prior year return was filed under a different FEIN than the one shown on Line 2, enter that number here.

Step 2: Figure your required installments - Form IL-1120 filers only

Table with columns: A This year, B Last year, Quarter 1, Quarter 2, Quarter 3, Quarter 4. Rows 5-14 detailing income, calculations, and installments.

Step 3: Figure your unpaid tax - all taxpayers

- 15 Enter your total net income and replacement tax, surcharge, and pass-through withholding payments you reported on behalf of your members. See instructions. 16 a Enter the total amount of all payments made on or before the original due date of your tax return. b Form IL-1120 filers only: Enter the total of all Columns, Line 10. All others, enter zero. 17 Subtract Line 16 from Line 15. If this amount is positive, enter that amount here. Continue to Step 4 and enter this amount in Penalty Worksheet 2, Column C, Line 21. zero or negative, enter that amount here and, if negative, use brackets.



## Step 4: Figure your late-payment penalty

Use Penalty Worksheet 1 to figure your late-payment penalty for underpayment of estimated tax.

Use Penalty Worksheet 2 to figure your late-payment penalty for unpaid tax.



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

**18** Enter the amount and the date of each payment you made. Include any credit(s) carried forward from a prior year. See instructions.

	Amount	Date paid		Amount	Date paid		Amount	Date paid
a	_____	--/ /----	e	_____	--/ /----	i	_____	--/ /----
b	_____	--/ /----	f	_____	--/ /----	j	_____	--/ /----
c	_____	--/ /----	g	_____	--/ /----	k	_____	--/ /----
d	_____	--/ /----	h	_____	--/ /----	l	_____	--/ /----

### Penalty rates

**Number of days late**   **Penalty rate**

1 - 30..... .02  
31 or more..... .10

## Penalty Worksheet 1 — Late-payment penalty for underpayment of estimated tax - Form IL-1120 filers only

**Note** If you paid the required amount from Line 14 by the payment due date on Line 9 for each quarter, do not complete this worksheet.

**19** Enter the unpaid amounts from Line 14, Quarters 1 through 4, on the first line of the appropriate quarters in Column C below.

A	B	C	D	E	F	G	H	I
Period	Due date	Unpaid amount	Payment applied	Balance due (Col. C - Col. D)	Payment date	No. of days late	Penalty rate (see above)	Penalty
Qtr. 1	--/ /----	_____	_____	_____	--/ /----	_____	_____	_____
		_____	_____	_____	--/ /----	_____	_____	_____
		_____	_____	_____	--/ /----	_____	_____	_____
Qtr. 2	--/ /----	_____	_____	_____	--/ /----	_____	_____	_____
		_____	_____	_____	--/ /----	_____	_____	_____
		_____	_____	_____	--/ /----	_____	_____	_____
Qtr. 3	--/ /----	_____	_____	_____	--/ /----	_____	_____	_____
		_____	_____	_____	--/ /----	_____	_____	_____
		_____	_____	_____	--/ /----	_____	_____	_____
Qtr. 4	--/ /----	_____	_____	_____	--/ /----	_____	_____	_____
		_____	_____	_____	--/ /----	_____	_____	_____
		_____	_____	_____	--/ /----	_____	_____	_____

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

Enter the total amount here and on Form IL-1120, Step 8, Line 54.

**20** \_\_\_\_\_

**Note** You may apply any remaining overpayment from the 4th quarter, in Column E above to any underpayment when figuring Penalty Worksheet 2, only if the payment date in Column F is after the original due date of the return.

## Penalty Worksheet 2 — Late-payment penalty for unpaid tax

**21** Enter any positive amount from Line 17 on the first line of Column C below.

A	B	C	D	E	F	G	H	I
	Due date	Unpaid amount	Payment applied	Balance due (Col. C - Col. D)	Payment date	No. of days late	Penalty rate (see above)	Penalty
Return	--/ /----	_____	_____	_____	--/ /----	_____	_____	_____
		_____	_____	_____	--/ /----	_____	_____	_____
		_____	_____	_____	--/ /----	_____	_____	_____

**22** Add Column I. This is your **late-payment penalty for unpaid tax.**

Enter the total amount here and on Step 5, Line 26.

**22** \_\_\_\_\_

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



**Note** Complete Lines 23 through 25 to figure your late-filing penalty only if

- you are filing your return after the extended due date; and
- your tax was not paid by your original due date.

<b>23</b>	Enter the amount of your tax due from your return. See instructions.	<b>23</b>	_____	<b>.00</b>
<b>24</b>	Multiply the amount on Line 23 by 2% (.02).	<b>24</b>	_____	<b>.00</b>
<b>25</b>	Enter the lesser of Line 24 or \$250. This is your <b>late-filing penalty</b> .	<b>25</b>	_____	<b>.00</b>
<b>26</b>	Enter your <b>late-payment penalty for unpaid tax</b> from Line 22.	<b>26</b>	_____	<b>.00</b>
<b>27</b>	If you have an overpayment on your tax return*, enter that amount as a <negative number>. If you have an amount due on your tax return*, enter that amount here.	<b>27</b>	_____	<b>.00</b>
<b>*Note</b> See instructions for the correct line references for all tax returns.				
<b>28</b>	Add Lines 25, 26, and 27. If the result is positive, this is the total amount you owe. If the result is negative, this is the amount you are overpaid.	<b>28</b>	_____	<b>.00</b>
<b>Note</b> This amount may not match your overpayment or tax due on your original tax form. Pay the amount on Line 28 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

**Note** Complete this worksheet only if your income was not received evenly throughout the year and you choose to annualize your income. Beginning with Column A, complete Lines 29 through 45 of each column.

		A	B	C	D
			First 3 months	First 6 months	First 9 months
<b>29</b>	Enter your Illinois net income for each period. If negative, enter "0".	<b>29</b>	_____	_____	_____
<b>30</b>	Annualization factors	<b>30</b>	_____	_____	_____
<b>31</b>	Multiply Line 29 by Line 30.	<b>31</b>	_____	_____	_____
			First 3 months	First 5 months	First 8 months
<b>32</b>	Enter your Illinois net income for each period. If negative, enter "0".	<b>32</b>	_____	_____	_____
<b>33</b>	Annualization factors	<b>33</b>	_____	_____	_____
<b>34</b>	Multiply Line 32 by Line 33.	<b>34</b>	_____	_____	_____
<b>35</b>	In Column A, enter the amount from Line 34, Column A. In Columns B, C, and D, enter the lesser of Line 31 or 34 for each period.	<b>35</b>	_____	_____	_____
<b>36a</b>	Net replacement tax for the period. See instructions.	<b>36a</b>	_____	_____	_____
<b>36b</b>	Net income tax for the period. See instructions.	<b>36b</b>	_____	_____	_____
<b>36c</b>	Cannabis surcharge for the period. See instructions.	<b>36c</b>	_____	_____	_____
<b>36d</b>	Add Lines 36a, 36b, and 36c.	<b>36d</b>	_____	_____	_____
<b>37</b>	Applicable percentage	<b>37</b>	22.5% (.225)	45% (.45)	67.5% (.675)
<b>38</b>	Multiply Line 36d by Line 37. This is your annualized installment.	<b>38</b>	_____	_____	_____
<b>39</b>	Add the amounts on Line 45 of each of the preceding columns and enter the total here.	<b>39</b>	Do not write on this line.	_____	_____
<b>40</b>	Subtract Line 39 from Line 38. If less than zero, enter "0."	<b>40</b>	_____	_____	_____
<b>41</b>	See instructions.	<b>41</b>	_____	_____	_____
<b>42</b>	Enter the amount from Line 44 of the preceding column.	<b>42</b>	Do not write on this line.	_____	_____
<b>43</b>	Add Lines 41 and 42.	<b>43</b>	_____	_____	_____
<b>44</b>	If Line 43 is greater than Line 40, subtract Line 40 from Line 43. Otherwise, enter "0."	<b>44</b>	_____	_____	Do not write on this line.
<b>45</b>	Enter the lesser of Line 40 or 43 here and on Step 2, Line 10. This is your required installment.	<b>45</b>	_____	_____	_____
			Go to Column B, Line 29	Go to Column C, Line 29	Go to Column D, Line 29