Illinois Department of Revenue

2016 Schedule K-1-T(3)-FY

To be completed by trusts filing Form IL-1041

Pass-through Withholding Calculation for Nonresident Members (for Certain Fiscal Filers)

Year ending ____ ____ Month Year

Read this information first:

- **For tax years ending on or after July 1, 2017, only.** If your tax year ends on or before June 30, 2017, **do not** use this schedule. Use Schedule K-1-T(3).
- You **must** complete Schedule K-1-T(3)-FY for each of your nonresident beneficiaries who have not submitted a Form IL-1000-E to you.
- **Do not** complete Schedule K-1-T(3)-FY for any member who is a resident or who has submitted Form IL-1000-E to you.

Note **Keep this schedule with your income tax records. You must send us this information if we request it.**

Step 1: Identify your trust

1 _____
Enter your name as shown on your Form IL-1041.

2 ____ ____ - ____ ____ ____ ____ ____ ____ ____
Enter your federal employer identification number (FEIN).

Step 2: Identify your nonresident beneficiary

3 _____
Name

4 _____
Social Security number or FEIN

5 Check the appropriate box to identify this nonresident beneficiary's organization type.

☐ individual ☐ corporation ☐ trust
☐ partnership ☐ S corporation ☐ estate

Step 3: Figure your nonresident beneficiary's pass-through withholding

Note If this member is a resident or has submitted Form IL-1000-E to you, do not complete this schedule for this member.

6 Add the amounts from this member's Schedule K-1-T, Step 3, Column B, Lines 11 through 16 and 18 and enter the total here. This is your member's share of nonbusiness income allocable to Illinois before modifications and credits. See instructions before completing. **6** _____

7 Add the amounts from this member's Schedule K-1-T, Step 4, Column B, Lines 19 through 22, 25, 28, and 29 and enter the total here. This is your member's share of business income allocable to Illinois before modifications and credits. See instructions before completing. **7** _____

8 Add Line 6 and Line 7 and enter the result. **8** _____

9 Add the amounts from this member's Schedule K-1-T, Column B, Lines 30 through 35 and enter the total here. This is your member's share of additions allocable to Illinois. **9** _____

10 Add Line 8 and Line 9 and enter the result. **10** _____

11 Add the amounts from this member's Schedule K-1-T, Column B, Lines 36a through 45 and enter the total here. If this member is an individual, partnership, trust, or estate and received Illinois August 1, 1969, appreciation amounts from you, see instructions. This is your member's share of subtractions allocable to Illinois. **11** _____

12 Subtract Line 11 from Line 10. If negative, enter zero. **This is your member's share of Illinois income subject to pass-through withholding.** See instructions. **12** _____

13 Figure this member's pass-through withholding payment. If this member is a

nonresident individual or estate, multiply Line 12 by 4.95% (.0495) and enter the result.

partnership or S corporation, multiply Line 12 by 1.5% (.015) and enter the result.

nonresident trust, multiply Line 12 by 6.45% (.0645) and enter the result.

corporation, multiply Line 12 by 9.5% (.095) and enter the result.

This is your member's total pass-through withholding payment. **Report this amount on this member's Schedule K-1-T, Step 7, Line 49. You must also report this amount on your Form IL-1041, Schedule D, Section B, Column G, on the line which reports this member's amounts.** **13** _____

▶ **Keep a copy of this schedule for each member with your income tax records. Do not send Schedule K-1-T(3)-FY to your members or submit it to the Department unless we specifically request it from you.**

This form is authorized as outlined by the Illinois Income Tax Act. Disclosure of this information is REQUIRED. Failure to provide this information could result in a penalty.