Computation of Penalties for Businesses

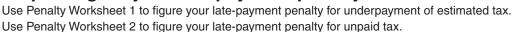
Attach to your Form IL-1120, IL-1120-ST, IL-1065, IL-1041, or IL-990-T

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 installment 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). See the Specific Instructions for more information. 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.

St	ep 1: Provide the follo	wii	ng information					
	This form is for the 2017 calendar y		•	$\frac{1}{2}$ 2017, and $\frac{1}{2}$	ending/ Month Da	/	<u>_</u> ·	
2	Enter your FEIN as it appears on y	our ai			2			
3	Enter your name as it appears on y	our a	nnual return.	3	3			
4	If your prior year return was filed un	nder a	different FEIN					
	than the one shown on Line 2, ente	r tha	number here.	4	1			
St	ep 2: Figure your req	uire	ed installments	- Form IL-1120 file	ers only A		В	
	Enter the total net income and repl				This ye	ear	Last year	
3	If prior year's tax was zero or you file				/			
_	be required to make installments ever	•			5	<u>•00</u>		<u>•00</u>
6	Enter the total amount of pass-thro the amount of Illinois gambling with				6	•00		
7	Subtract Line 6 from Column A, Lir				7			
8	Multiply Column A, Line 5, by 90%	(.9).			8	<u>•00</u>		
9	If Line 7, is \$400 or less, enter "0" a				8,			
	or Column B, Line 5. (If Line 7 is m Line 5, enter the amount from Line 8			I IVA IN COIUMN B,	9	<u>•00</u>		
10	Divide the amount on Line 9 by fou	r. This	s is the amount of each re					
44	(If you used the annualized income	insta		•	10	<u>•00</u>	Ouestes 4	
11	Enter in Quarters 1 through 4, the installment date that corresponds		Quarter 1	Quarter 2	Quarter 3		Quarter 4	
	with the 15th day of the 4th, 6th, 9th,		, ,	, ,			, ,	
12	and 12th month of your tax year. Enter the required installment.	11 .	//	/	//		_//	
12	See instructions.	12 .	<u>•00</u>	•00		<u>•00</u>		<u>•00</u>
13	Enter the amount of any pass-throu							
	withholding payments reported to you and any gambling withholding show							
	on Form W-2G. See instructions.	13 .	<u>•00</u>	•00		<u>•00</u>		<u>•00</u>
14	Subtract Line 13 from Line 12. If the amount is negative, use brackets	11	•00	•00		•00		•00
15	If the amount on Line 16 of the	. 14 .		•00				_•00
	previous quarter is negative,							
	enter that amount as a positive here. Otherwise, enter "0."	15 S	kip this line for Quarter 1.	•00		•00		•00
16	Subtract Line 15 from Line 14.	10						
	If the amount is negative, use brackets	. 16 .	•00	•00		<u>•00</u>		<u>•00</u>
St	ep 3: Figure your unp	aic	tax - all taxpayers					
17	Enter your total net income and rep	lacer	nent tax, surcharge, and	pass-through withhold	ling payments yo			00
10	and reported on behalf of your mer			iginal dua data of vour		17		<u>_•00</u>
10	a Enter the total amount of all payr tax return. Include your credit(s)							
	payments or prepayments made	this y	ear, 505-B payments, any	pass-through withhole	ding			
	payments made on your behalf, a					•00		
	electronic payments, and any wit b Form IL-1120 filers only : Enter		-		18a ero 18h			
	Enter the greater of Line 18a or Line			iz. Ali Utilets, etilet Ze	510. IUU			•00
19	Subtract Line 18 from Line 17. If the					.0		
	—positive, enter that amount here			this				
	amount in Penalty Worksheet 2,							

Step 4: Figure your late-payment penalty





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

	Amount	Date paid	Amount	Date paid	Amount	Date paid
a b c d		_ J_ J _ J_ J _ J_ J	e f g h		i j k	

/	.)
(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

<u>≣Note</u> If you paid the required amount from Line 16 by the payment due date on Line 11 for each quarter, do not complete this worksheet.

21 Enter the unpaid amounts from Line 16, Quarters 1 through 4, on the first line of the appropriate quarters in Column C below.

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

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 58. 22

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 shown in the 4th quarter of Column F is after the original due date of the return.

Penalty Worksheet 2 — Late-payment penalty for unpaid tax

23 Enter any positive amount from Line 19 on the first line of Column C below.

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

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

Enter the total amount here and on Step 5, Line 28.

24

Step 5: Figure your late-filing penalty and your total penalties Note → Complete Lines 25 through 27 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.

25 Enter the amount of your tax due from your return. See instructions.

26 Multiply the amount on Line 25 by 2% (.02).

Enter the lesser of Line 26 or \$250. This is your late-filing penalty.

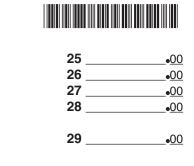
28 Enter your late-payment penalty for unpaid tax from Line 24.

29 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.

*
Note → See instructions for the correct line references for all tax returns.

30 Add Lines 27, 28, and 29. If the result is positive, this is the total amount you owe. If the result is negative, this is the amount you are overpaid.

<u>≡Note</u> This amount may not match your overpayment or tax due on your original tax form. Pay the amount on Line 30 if you wish to pay your penalties at this time. Otherwise, we will send you a bill.



30 ______

Step 6: Complete the annualization worksheet for Step 2, Line 12

ENOTE: Complete this worksheet if your income was not received evenly throughout the year and you choose to annualize your income. You may also need to complete this worksheet because of the mid-year changes to the Illinois Income Tax Act (see Public Act 100-0022). Beginning with Column A, complete Lines 31 through 50 of each column. If you fail to complete all lines of Step 6, Lines 31 through 50, Columns A through D, we may disregard your election to annualize your income and calculate your late-payment penalty for underpayment of estimated tax based on four equal installments.

			A	B First 3 months	C First 6 months	D First 9 months
31	Enter your Illinois net income for		For Column A			
	each period. If negative, enter "0".	31	only: Go directly to		•00	•00
32	Annualization factors	32	∐he34	4	2	1.33333
33	Multiply Line 31 by Line 32.	33	•	•00	•00	•00
			First 3 months	First 5 months	First 8 months	First 11 months
34	Enter your Illinois net income for					
	each period. If negative, enter "0".	34	<u></u>		<u> </u>	00
35	Annualization factors	35	4	2.4	1.5	1.09091
36	Multiply Line 34 by Line 35.		<u></u>		<u> </u>	
37	In Column A, enter the amount					
	from Line 36, Column A.					
	In Columns B, C, and D, enter					
	the lesser of Line 33 or 36					
	for each period.	37	<u>•00</u>	<u>•00</u>	<u>•00</u>	00
38	Net replacement tax for the period					
	See instructions.	38	•00		•00	
39	Net income tax for the period.					
	See instructions.	39	•00		•00	•00
40	Cannabis surcharge for the period	d.				
	See instructions.	40	•00		•00	•00
41	Add Lines 38, 39, and 40.	41	•00	•00	•00	•00
	Applicable percentage	42		45% (.45)	67.5% (.675)	90% (.9)
	Multiply Line 41 by Line 42. This					
	is your annualized installment.	43	•00	•00	•00	•00
44	Add the amounts on Line 50 of					
•	each of the preceding columns					
	and enter the total here.	44	Do not write on this line.	•00	•00	
45	Subtract Line 44 from Line 43.	• • •				
	If less than zero, enter "0."	45	•00	•00	•00	•00
46	See instructions.	46	•00	•00	•00	•00
	Enter the amount from Line 49					
7,	of the preceding column.	47	Do not write on this line.	•00	•00	
4 8	Add Lines 46 and 47.	48	•00	•00	•00	•00
	If Line 48 is greater than Line 45,	40				
73	subtract Line 45 from Line 48.					
	Otherwise, enter "0."	49	•00	•00	•00	Do not write on this line.
50	Enter the lesser of Line 45 or 48	73		<u> </u>		20 not write on this fille.
50	here and on Step 2, Line 12.					
	This is your required installment.	50	•00	•00	•00	•00
II -22	Triis is your required installment. 220 (R-12/17)	50	Go to Column B, Line 31	Go to Column C, Line 31	Go to Column D, Line 31	Page 3 of 3