

# Illinois

## What's New

Returns Included	e-File Approved*	e-File Activated
IL-1040	12/20/2023	01/02/2024
IL-1041	12/12/2023	01/02/2024
IL-1065	12/12/2023	01/02/2024
IL-1120	12/12/2023	01/02/2024
IL-1120-ST	12/12/2023	01/02/2024

\*NOTE: Certain return types may not be available for e-file as of the EF approval date. e-File will be activated when the state taxing authority is ready to receive all forms within the applicable package.

## New Forms

- **Illinois Expanded EITC Worksheet** — Helps taxpayers who do not qualify for federal EITC but do qualify for IL EITC calculate the basis for their IL EITC
- **Schedule K-1-P(4)** — Investment Partnerships Withholding Calculation for Nonresident Partners

## Modified Forms

- **Form IL-4562, Special Depreciation** — Added 60% bonus depreciation
- **Forms IL-1041 and IL-1041-X, (Amended) Fiduciary Income and Replacement Tax Return** — Added a “Grantor’s trust” check box to Step 1, line D
- **Schedule ICR (Form IL-1040), Illinois Credits** — Added the Volunteer Emergency Worker Credit
- **Schedule M (Form IL-1040), Other Additions and Subtractions for Individuals**
  - Added line 40, “Deductions for cannabis establishments that were disallowed under IRC Section 280E for the taxable year”
  - Reserved several lines for future subtractions
- Reformatted Section B of Schedules B and D and removed the address change box (Step 1, line B) from the following forms:
  - IL-1041, Fiduciary Income and Replacement Tax Return
  - IL-1041-X, Amended Fiduciary Income and Replacement Tax Return
  - IL-1065, Partnership Replacement Tax Return
  - IL-1065-X, Amended Partnership Replacement Tax Return
  - IL-1120-ST, Small Business Corporation Replacement Tax Return
  - IL-1120-ST-X, Amended Small Business Corporation Replacement Tax Return

## Retiring Forms (2024)

- IL-1041-V, Payment Voucher for Fiduciary Income and Replacement Tax
- IL-1065-V, Payment Voucher for Partnership Replacement Tax
- IL-1120-V, Payment Voucher for Corporation Income and Replacement Tax
- IL-1120-ST-V, Payment Voucher for Small Business Corporation Replacement Tax

## Tax Law Changes

- **Public Act 102-0700**
  - The Illinois EITC has been increased to 20% of the federal EITC and expanded to taxpayers (with an ITIN) between the ages of 18 – 25 and taxpayers aged 65 or older without a qualifying child. This has resulted in significant changes to Schedule IL-E/EIC, Illinois Exemption and Earned Income Tax Credit, and the introduction of the Illinois Expanded EITC Worksheet.
  - The K-12 Instructional Materials Credit (claimed on Schedule 1299-C, Income Tax Subtractions and Credits (for individuals)) has been increased to \$500.
- **Public Act 103-0009**
  - Investment partnerships are now required to withhold taxes for their nonresident partners. As a result, line 59b, “Investment partnership withholding,” has been added to Forms IL-1065 and IL-1065-X, (Amended) Partnership Replacement Tax Return. Schedule K-1-P(4) has been created to aid in calculating the withholding requirement.
  - The Volunteer Emergency Worker Credit has been added to line 16 of Form IL-1040, Individual Income Tax Return, and Schedule ICR, Illinois Credits.

## Supported Forms

The following Illinois forms are supported in Drake Tax 2023. Forms denoted with  can be e-signed.

Forms	Description	IND	CRP	SCRIP	PTR	FID
EFT-1	Authorization Agreement for Certain Electronic Payments		✓	✓		
IL-56	Notice of Fiduciary Relationship					✓
IL-477	Replacement Tax Investment Credits		✓	✓	✓	✓
IL-505-I	Automatic Extension Payment	✓				
IL-1000-E	Certificate of Exemption for Pass-Through Withholding			✓	✓	✓
IL-1040	Individual Income Tax Return	✓				
IL-1040-ES	Estimated Income Tax Payment for Individuals	✓				
IL-1040-V	Payment Voucher for Individual Income Tax	✓				
IL-1040-X	Amended Individual Income Tax Return	✓				
IL-1040-X-V	Payment Voucher for Amended Individual Income Tax	✓				
IL-1041	Fiduciary Income and Replacement Tax Return					✓
IL-1041-V	Payment Voucher for Fiduciary Income and Replacement Tax					✓
IL-1041-X	Amended Fiduciary Income and Replacement Tax Return					✓

Forms	Description	IND	CRP	SCRIP	PTR	FID
IL-1041-X-V	Payment Voucher for Amended Fiduciary Income and Replacement Tax					✓
IL-1065	Partnership Replacement Tax Return				✓	
IL-1065-V	Payment Voucher for Partnership Replacement Tax				✓	
IL-1065-X	Amended Partnership Replacement Tax Return				✓	
IL-1065-X-V	Payment Voucher for Amended Partnership Replacement Tax				✓	
IL-1120	Corporation Income and Replacement Tax Return		✓			
IL-1120-ST	Small Business Corporation Replacement Tax Return			✓		
IL-1120-ST-V	Payment Voucher for Small Business Corporation Replacement Tax			✓		
IL-1120-ST-X	Amended Small Business Corporation Replacement Tax Return			✓		
IL-1120-ST-X-V	Payment Voucher for Amended Small Business Corporation Replacement Tax			✓		
IL-1120-V	Payment Voucher for Corporation Income and Replacement Tax		✓			
IL-1120-X	Amended Corporation Income and Replacement Tax Return		✓			
IL-1120-X-V	Payment Voucher for Amended Corporation Income and Replacement Tax		✓			
IL-1310	Statement of Person Claiming Refund Due a Deceased Taxpayer	✓				
IL-2210	Computation of Penalties for Individuals	✓				
IL-2220	Computation of Penalties for Businesses		✓	✓	✓	✓
IL-2848	Power of Attorney	✓	✓	✓	✓	✓
IL-2848-A	Power of Attorney Additional Information	✓	✓	✓	✓	✓
IL-2848-B	Power of Attorney Specific Authority Granted	✓	✓	✓	✓	✓
IL-2848-E	Power of Attorney for Electronic Processing	✓	✓	✓	✓	✓
IL-4255	Recapture of Investment Tax Credits	✓	✓	✓	✓	✓
IL-4562	Special Depreciation	✓	✓	✓	✓	✓
IL-4852	Substitute for Unobtainable Form W-2	✓				
IL-8453	Individual Income Tax Electronic Filing Declaration	✓				
IL-8948	Electronic Filing Opt-Out Declaration	✓				
IL-OF	Illinois Consent to Disclosure (Online Filing)	✓				
Schedule 80/20	Related-Party Expenses		✓	✓	✓	✓
Schedule 1299-A	Tax Subtractions and Credits (for partnerships and S corporations)			✓	✓	
Schedule 1299-B	River Edge Redevelopment Zone or Foreign Trade Zone (or sub-zone) Subtractions (for corporations and fiduciaries)		✓			✓
Schedule 1299-C	Income Tax Subtractions and Credits (for individuals)	✓				
Schedule 1299-D	Income Tax Credits (for corporations and fiduciaries)		✓			✓
Schedule 1299-I	Income Tax Credits Worksheet	✓	✓	✓	✓	✓
Schedule B	Partners' or Shareholders' Information			✓	✓	
Schedule CR	Credit for Tax Paid to Other States	✓				✓
Schedule D	Beneficiaries Identification					✓
Schedule G	Voluntary Charitable Donations	✓				
Schedule ICR	Illinois Credits	✓				
Schedule IL-E/EIC	Illinois Exemption and Earned Income Credit	✓				
Schedule IL-WIT	Illinois Income Tax Withheld	✓				
Schedule K-1-P	Partner's or Shareholder's Share of Income, Deductions, Credits, and Recapture	✓	✓	✓	✓	✓
Schedule K-1-P(3)	Pass-Through Withholding Calculation for Nonresident Members			✓	✓	
Schedule K-1-P(4)	Investment Partnerships Withholding Calculation for Nonresident Partners				✓	

<b>Forms</b>	<b>Description</b>	<b>IND</b>	<b>CRP</b>	<b>SCRIP</b>	<b>PTR</b>	<b>FID</b>
<b>Schedule K-1-T</b>	Beneficiary's Share of Income and Deductions	✓	✓	✓	✓	✓
<b>Schedule K-1-T(3)</b>	Pass-Through Withholding Calculation for Nonresident Members					✓
<b>Schedule M</b>	Other Additions and Subtractions for Individuals	✓				
<b>Schedule M</b>	Other Additions and Subtractions for Businesses		✓	✓	✓	✓
<b>Schedule NB</b>	Nonbusiness Income		✓	✓	✓	
<b>Schedule NLD</b>	Illinois Net Loss Deduction		✓	✓	✓	✓
<b>Worksheet</b>						
<b>Schedule NR</b>	Nonresident Computation of Fiduciary Income	✓				✓