Use your mouse or Tab key to move through the fields. Use your mouse or space bar to enable check boxes.

Illinois Department of Revenue
IL-477
Replacement Tax Investment Credits

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

Year ending

Month Year

IL Attachment No. 18

Enter your name as shown on your return.

Enter your federal employer identification number (FEIN).

Step 1: Figure your Replacement Tax Investment Credit for qualified property placed in service during the tax year.

	A Description of qualified property	B Date placed in service Month Year	C Useful life	D New or used*	E Business activity (see inst.)	F Location of use (city or county)	G Basis		H Column G **x** .5% (.005)
1 a		/						1a	
b		/						1b	
c		/						1c	

* If the property is used, enter the abbreviation of the state in which the property was previously used.

2 Enter the total of each Column G and H. 2

3 If your business is new to Illinois, enter the amount from Line 2, Column H, here and check the box in Step 2. If your business is not new to Illinois, complete Step 2 to see if you qualify for an additional credit. 3

4 Enter the distributive share of Replacement Tax Investment Credit from partnerships and S corporations. **Attach** Schedule(s) K-1-P. 4

5 Add Line 2, Column H, and Lines 3 and 4. This is your total Replacement Tax Investment Credit from this year. 5

6 **Partnerships or S corporations only.** Multiply Line 5 by the percentage of total ownership in the partnership or S corporation attributable to partners or shareholders subject to replacement tax. See instructions. 6

7 Subtract Line 6 from Line 5. 7

8 Enter the amount of your credit carryforward from a previous year. 8

9 Add Lines 7 and 8. This is your total investment credit available to use this year. 9

10 Enter your total replacement tax. See instructions. 10

11 **Trusts only.** Enter the amount of tax credit from Form IL-1041, Schedule CR, Line 60. See instructions. 11

12 Subtract Line 11 from Line 10. If the amount is zero or negative, enter zero. 12

13 Enter the lesser of Line 9 or Line 12 here and on your return. See instructions. This is your Replacement Tax Investment Credit to use this year. 13

14 Subtract Line 13 from Line 9. If the amount is negative, enter zero. This is the amount of excess credit available to be carried forward five years. 14

Step 2: Figure your base employment calculation worksheet

Note: If your business is new to Illinois, check this box. ☐
Do not complete Lines 15 through 22.
See instructions for Step 1, Line 3.
You automatically qualify for the additional credit.

15 Enter as your "base employment" the number of covered workers from Line 1 of Illinois Department of Employment Security Form UI-3/40, Employer's Contribution and Wage Report. Make entries only for those months that you were taxed by Illinois.

15 Month	A Current year	B Preceding year
1st		
2nd		
3rd		
4th		
5th		
6th		
7th		
8th		
9th		
10th		
11th		
12th		

16 Enter the total of each column. 16

17 Enter the number of months in your taxable year for each column. See instructions. 17

18 For each column, divide the amount on Line 16 by the amount on Line 17. Round the result to six decimal places and enter the amount here. 18 ___.___ ___.___

19 Subtract Line 18, Column B, from Line 18, Column A and enter the result here. If the amount is **positive**, continue to Line 20. If the amount is **zero or negative**, **stop here,** enter zero on Line 3, and continue to Line 4. You do not qualify for the additional credit. 19

20 Divide Line 19 by Line 18, Column B. Round the result to six decimal places and enter the amount here. If the amount is .01 or larger, **stop here** and enter the amount from Line 2, Column H, on Line 3. If this amount is less than .01, continue to Line 21. 20

21 Multiply Line 20 by 50% (.50). Round to six decimal places and enter the result here. 21 ___.___

22 Multiply Line 2, Column G, by Line 21, and enter the result here and on Line 3. 22

Step 3: Affirm the listed credits are valid

☐ By checking this box, I affirm that the replacement tax investment credits listed are valid and are based on costs incurred pursuant to a binding contract entered into on or before December 31, 2018.

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