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

2017 Schedule CR

Attach to your Form IL-1041

Credit for Tax Paid to Other States

Residents of Illinois Only

Year ending

Month Year

IL Attachment No. 7

Read this information first

You should file this schedule if

- you paid income tax to another state on income you earned while you were a resident of Illinois; and
- you did **not** deduct any income tax paid to another state from federal taxable income on U.S. Form 1041, Line 11, **or** you did deduct it from federal taxable income, but you added it back on Illinois Schedule M, Other Additions and Subtractions (for businesses), Line 5, and
- the base income subject to tax in another state is included in the amount shown as Illinois base income (Form IL-1041, Line 26).

You should **not** file this schedule if

- you did **not** pay income tax to Illinois and another state on the same income; or
- you took a deduction on U.S. Form 1041, Line 11 for taxes paid to another state, but did not add back this amount on Illinois Schedule M, Line 5; or
- you are trying to take a credit for the Michigan Single Business Tax.

For purposes of this schedule, "state" means any state of the United States, the District of Columbia, the Commonwealth of Puerto Rico, any territory or possession of the United States, or political subdivision of any of these (*e.g.*, county, city). The term "state" does not refer to any foreign country.

Note *If you have received any employee compensation (i.e., salary received as income in respect of a decedent) from a source in Iowa, Kentucky, Michigan, or Wisconsin, refer to the instructions for Form IL-1040 (Individual Income Tax Return), Schedule CR (Credit for Taxes Paid to Other States) for rules concerning compensation in states with reciprocal agreements.*

Step 1: Provide the following information

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

___ ___ - ___ ___ ___ ___ ___ ___ ___

Enter your federal employer identification number (FEIN).

Step 2: Figure the non-Illinois portions of your federal taxable income

		A U.S. Form 1041	B Fiduciary's Share	C Non-Illinois Portion
1	Interest income	1a .00	1b .00	1c .00
2	Dividends	2a .00	2b .00	2c .00
3	Business income or loss	3a .00	3b .00	3c .00
4	Gain or loss on sales and exchanges	4a .00	4b .00	4c .00
5	Net rent and royalty income or loss	5a .00	5b .00	5c .00
6	Income or loss from partnerships and subchapter S corps	6a .00	6b .00	6c .00
7	Income or loss from trusts and estates	7a .00	7b .00	7c .00
8	Real Estate Mortgage Investment Conduits (REMIC)	8a .00	8b .00	8c .00
9	Net farm income or loss	9a .00	9b .00	9c .00
10	Business property gain or loss	10a .00	10b .00	10c .00
11	Other income or loss	11a .00	11b .00	11c .00
12	Total income or loss. Add Column C, Lines 1 through 11.			12 .00
13	Interest	13a .00	13b .00	13c
14	Taxes	14a .00	14b .00	14c .00
15	Fiduciary fees	15a .00	15b .00	15c .00
16	Charitable deduction	16a .00	16b .00	16c .00
17	Attorney, accountant, and preparer fees	17a .00	17b .00	17c .00
18	Other deductions (including taxes)	18a .00	18b .00	18c .00
19	Federal estate tax		19b .00	19c .00
20	Exemption		20b .00	20c
21	Add Column C, Lines 14 through 19.			21 .00
22	Enter your federal taxable income or loss from U.S. Form 1041, Line 22.		22 .00	
23	Subtract Line 21 from Line 12. This is the non-Illinois portion of your federal taxable income or loss.			23 .00

Step 3: Figure your Illinois additions and subtractions

		A	B
24	Enter the amount from Schedule CR, Step 2, Line 22 for Column A and Step 2, Line 23 for Column B.	**24a** .00	**24b** .00

In Column A, enter the total amounts from your Form IL-1041, Column B.
You must read the instructions for Column B to properly complete this step.

		A Form IL-1041 Fiduciary Share	B Non-Illinois Portion
25	Federal net operating loss deduction (Form IL-1041, Line 2)	**25a** .00	**25b**
26	Taxable income of ESBT (Form IL-1041, Line 3)	**26a** .00	**26b** .00
27	Exemption claimed on U.S. Form 1041, Line 20 (Form IL-1041, Line 4)	**27a** .00	**27b**
28	Illinois income and replacement tax and surcharge deducted (Form IL-1041, Line 5b)	**28a** .00	**28b**
29	State, municipal, and other interest income (Form IL-1041, Line 6b)	**29a** .00	**29b** .00
30	Illinois Special Depreciation addition (Form IL-1041, Line 7b)	**30a** .00	**30b** .00
31	Related-party expenses additions (Form IL-1041, Line 8b)	**31a** .00	**31b** .00
32	Distributive share of additions (Form IL-1041, Line 9b)	**32a** .00	**32b** .00
33	Other additions (Form IL-1041, Line 10b)	**33a** .00	**33b** .00
34	Total additions. Add Columns A and B, Lines 25 through 33.	**34a** .00	**34b** .00
35	Total income. Add Columns A and B, Line 24 and Line 34.	**35a** .00	**35b** .00
36	August 1, 1969, valuation limitation amount (Form IL-1041, Line 13b)	**36a** .00	**36b** .00
37	Payments from certain retirement plans (Form IL-1041, Line 14b)	**37a** .00	**37b**
38	Interest income from U.S. Treasury and other exempt federal obligations (Form IL-1041, Line 15b)	**38a** .00	**38b** .00
39	Retirement payments to retired partners (Form IL-1041, Line 16b)	**39a** .00	**39b** .00
40	River Edge Redevelopment Zone Dividend subtraction (Form IL-1041, Line 17b)	**40a** .00	**40b** .00
41	High Impact Business Dividend subtraction (Form IL-1041, Line 18b)	**41a** .00	**41b** .00
42	Contributions to certain job training projects (Form IL-1041, Line 19b)	**42a** .00	**42b** .00
43	Illinois Special Depreciation subtraction (Form IL-1041, Line 20b)	**43a** .00	**43b** .00
44	Related-party expenses subtraction (Form IL-1041, Line 21b)	**44a** .00	**44b** .00
45	Distributive share of subtractions (Form IL-1041, Line 22b)	**45a** .00	**45b** .00
46	ESBT loss amount (Form IL-1041, Line 23b)	**46a** .00	**46b** .00
47	Other subtractions (Form IL-1041, Line 24b)	**47a** .00	**47b** .00
48	Total subtractions. Add Columns A and B, Lines 36 through 47.	**48a** .00	**48b** .00
49	Base income. Subtract Columns A and B, Line 48 from Line 35. If Line 48 is larger than Line 35, enter zero.	**49a** .00	**49b** .00

Step 4: Figure your Schedule CR decimal

		A	B
50	Enter the amount from Schedule CR, Line 49, Column A and Column B.	**50a** _____.00	**50b** _____.00
51	Divide Column B, Line 50 by Column A, Line 50 (carry to three decimal places). Enter the appropriate decimal. If Column B, Line 50 is greater than Column A, Line 50, enter 1.000. Enter this amount on Step 5, Line 56.		**51** ___ ■ _____

Step 5: Figure your credit

52	Enter the total amount of income tax paid to other states on Illinois base income.		**52** _____.00
53	**Trusts only:** Enter your Illinois replacement tax due from Form IL-1041, Line 34.	**53** _____.00	
54	Enter your Illinois income tax due from Form IL-1041, Line 42.	**54** _____.00	
55	Add Line 53 and Line 54.		**55** _____.00
56	Enter the decimal amount from Line 51 here.		**56** ___ ■ _____
57	Multiply Line 55 by Line 56.		**57** _____.00
58	Compare the amounts on Lines 52 and 57. Enter the lesser amount here.		**58** _____.00
59	Compare the amounts on Lines 54 and 58. Enter the lesser amount here. This is your income tax credit for income tax paid to another state. Enter this amount on Form IL-1041, Step 6, Line 45.		**59** _____.00
60	**Trusts only:** Subtract Line 59 from Line 58. If the amount is negative, enter "0." This is your replacement tax credit for income tax paid to another state. Enter this amount on Form IL-1041, Step 5, Line 37.		**60** _____.00

Attach this schedule and a copy of your U.S. Form 1041, Page 1, with a detailed breakdown of the amount on U.S. Form 1041, Line 11, to your Form IL-1041. Keep your out-of-state tax returns with your records. You must send us this information if we request it.

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