

Illinois Department of Revenue  
101 West Jefferson Street  
Springfield, Illinois 62708

INFORMATIONAL BULLETIN FY85-26

TO: Unitary Corporate Income and Replacement Tax Accounts

Subject: Procedures for Making Combined Estimated Payments and for  
Performing Intercompany Offsets

COMBINED ESTIMATED PAYMENTS

As announced last September (Informational Bulletin FY85-11), we will accept estimated tax payments made on behalf of all members in a unitary business group, beginning with the first quarter payment due on or after April 15, 1985. A group may elect to make these combined estimated payments and file a combined tax return for tax years ending on or after December 31, 1985. (see Section 502(f) of the Illinois Income Tax Act.)

HOW TO MAKE COMBINED ESTIMATED PAYMENTS

If you are the member which will be filing the combined return, you may make the group's estimated payments must claim the entire amount of estimated payments on its own return. We will issue that member a refund for the amount of any overpayment. The other members may not claim any of the estimated payments on the returns they file separately. These members may, therefore, be subject to penalty for not making sufficient estimated payments on their separate accounts.

If your group members make separate payments and later elect to file a combined return, the member which files the return should attach a worksheet listing the names and FEIN's of all the group members as well as the separate payments and credits contributed by each member during the tax year.

OFFSETS

We are including with this bulletin Schedule Z, which you should use if you elect to make intercompany offsets among members of your unitary business group. You may make such an election only for tax years ending before December 31, 1985. Please refer to Informational Bulletin 85-11 (issued September 1984) for a general description of the provisions which allow for intercompany offsets.

FOR MORE INFORMATION

If you would like a copy of the proposed regulations for performing offsets (authorized in Section 603-1 of the Illinois Income Tax Act), please write to Income Tax Legal Division, Illinois Department of Revenue, 101 West Jefferson Street, Springfield, Illinois 62708.

217/782-3336 in Springfield.

J. Thomas Johnson  
Director of Revenue

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