

**ILLINOIS DEPARTMENT OF REVENUE
TAX PRACTITIONERS MEETING
OCTOBER 27, 2017**

Upcoming Changes for Withholding Income Tax Returns and Payments

Forms and Schedules

Original and Amended Forms –

- Effective July 1, 2017, the individual income tax rate increased from 3.75% (.0375) to 4.95% (.0495).
- Form IL-941-X has been updated to a two page form. The Overpayment Worksheet has been removed.
- Economic Development for a Growing Economy (EDGE) Tax Credit – sunset date extended to June 30, 2022.

Schedule P –

- New schedule created for Form IL-941-X and IL-2000 to assist taxpayers with layout and attachment of payroll records.

Withholding Tables

- The standard exemption will decrease to \$2,000 for filers with taxable years beginning on or after June 1, 2017, the fifth anniversary of the effective date of Public Act 97-0652. For more information, see Proposed Rule Section 100.2055 Standard Exemption (IITA Section 204).
- As a result, adjusted withholding amounts for 2018 will be reflected in IL-700-T, Illinois Withholding Tables.

Electronic Filing

- The Department is developing rules to require all withholding income tax forms (IL-941, IL-941-X, and W-2) to be filed electronically beginning January 1, 2018. The Department will consider requests to waive this requirement if a taxpayer is unable to file electronically. Form IL-900-EW has been created for taxpayers to request a waiver of the electronic filing requirement. Contact our Taxpayer Assistance Division at 1 800 732-8866 to request Form IL-900-EW. For more information, see Informational Bulletin FY 2018-05-A, available on our website at tax.illinois.gov.
- The due date for filing W-2s with the State of Illinois has been changed to January 31, 2018.
- Due to the addition of IDES unemployment tax to MyTax Illinois, TaxNet is no longer available for filing or paying Illinois withholding income tax. Unemployment insurance contributions and withholding payments can be filed and paid using MyTax Illinois.

What's Coming in 2018

- **Refunds** – The Department will mail out letters encouraging taxpayers to use their IDOR- approved withholding credits. Based upon fund availability, the Department plans to issue refunds beginning in June 2018 to taxpayers for any remaining IDOR- approved withholding credit on their account.
- **State Tax Lien Registry** – Public Act 100-0022 created the new State Tax Lien Registration Act. The Registry will be an online, statewide system for maintaining notices of tax liens filed or released that are enforced by the Department. The Registry will be available online at the Department's website, **tax.illinois.gov**, beginning January 1, 2018. For more information, see Informational Bulletin FY 2018-06, available soon on our website at **tax.illinois.gov**.

This information is subject to change. Please check our website at tax.illinois.gov for updates.