

Step 3: Continued

	Column A Federal Total	Column B Illinois Portion
23 Write the Illinois portion of your federal total income from Page 1, Step 3, Line 22.	23 _____	_____
24 Educator expenses (<i>federal Form 1040, Line 23; or 1040A, Line 16</i>)	24 _____	_____
25 Total IRA deduction (<i>federal Form 1040, Line 24; or 1040A, Line 17</i>)	25 _____	_____
26 Deduction for student loan interest (<i>federal Form 1040, Line 25; or 1040A, Line 18</i>)	26 _____	_____
27 Deduction for tuition and fees (<i>federal Form 1040, Line 26; or 1040A, Line 19</i>)	27 _____	_____
28 Moving expenses (<i>federal Form 1040, Line 27</i>)	28 _____	_____
29 Deduction for one-half of self-employment tax (<i>federal Form 1040, Line 28</i>)	29 _____	_____
30 Self-employed health insurance deduction (<i>federal Form 1040, Line 29</i>)	30 _____	_____
31 Self-employed (SEP), SIMPLE, and qualified plans (<i>federal Form 1040, Line 30</i>)	31 _____	_____
32 Penalty on early withdrawal of savings (<i>federal Form 1040, Line 31</i>)	32 _____	_____
33 Alimony paid (<i>federal Form 1040, Line 32a</i>)	33 _____	_____
34 Other adjustments (included in federal Form 1040, Line 33)	34 _____	_____
35 Add Column B, Lines 24 through 34. This is the Illinois portion of your federal adjustments to income.	35 _____	_____
36 Write your adjusted gross income as reported on your federal Form 1040, Line 34; 1040A, Line 21; 1040EZ, Line 4; or TeleFile Worksheet, Line I.	36 _____	_____
37 Subtract Line 35 from Line 23. This is the Illinois portion of your federal adjusted gross income.	37 _____	_____

Step 4: Figure your Illinois additions and subtractions

In Column A, write the total amounts from your Form IL-1040. You must read the instructions for Column B to properly complete this step.

	Column A Form IL-1040 Total	Column B Illinois Portion
38 Federally tax-exempt interest income (<i>Form IL-1040, Line 2</i>)	38 _____	_____
39 Other additions (<i>Form IL-1040, Line 3</i>) Specify your additions. _____	39 _____	_____
40 Add Column B, Lines 37, 38, and 39. This is the Illinois portion of your total income.	40 _____	_____
41 Federally taxed Social Security and retirement income (<i>Form IL-1040, Line 5</i>)	41 _____	_____
42 Military pay earned and included in your adjusted gross income. (<i>Form IL-1040, Line 6</i>)	42 _____	_____
43 Illinois Income Tax refund included on your U.S. 1040, Line 10. (<i>Form IL-1040, Line 7</i>)	43 _____	_____
44 U.S. Treasury bonds, bills, notes, savings bonds, and U.S agency interest (<i>Form IL-1040, Line 8</i>)	44 _____	_____
45 Other subtractions (<i>Form IL-1040, Line 9</i>) Specify your subtractions. _____	45 _____	_____
46 Add Column B, Lines 41 through 45. This is the total of your Illinois subtractions.	46 _____	_____

Step 5: Figure your Illinois income and tax

47 Subtract Line 46 from Line 40. This is your Illinois base income. <i>Write the amount from Line 47 on your Form IL-1040, Line 14. If Line 47 is zero or negative, skip Lines 48 through 52, and write "0" on Line 53.</i>	47 _____	_____
48 Write the base income from Form IL-1040, Line 11.	48 _____	_____
49 Divide Line 47 by Line 48. Write the appropriate decimal. If Line 47 is greater than Line 48, write 1.000.	49 _____	_____
50 Write your exemption allowance from your Form IL-1040, Line 12.	50 _____	_____
51 Multiply Line 50 by the decimal on Line 49. This is your Illinois exemption allowance.	_____	51 _____
52 Subtract Line 51 from Line 47. This is your Illinois net income.	_____	52 _____
53 Multiply the amount on Line 52 by 3% (.03). This is your tax. <i>Write this amount on your Form IL-1040, Line 15.</i>	_____	53 _____

