Illinois Department of Revenue
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

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

	A	B
24	**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 54.   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 Enter your Illinois tax due from Form IL-1041, Line 40.   53 _____.00

54 Enter the decimal amount from Line 51 here.   54 ___ ■ _____

55 Multiply Line 53 by Line 54.   55 _____.00

56 Compare the amounts on Lines 52 and 55. Enter the lesser amount here. This is your tax credit.

Enter this amount on Form IL-1041, Line 43.   56 _____.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.**