



Schedule SA

For tax years ending on or after January 1, 2015
Attach to your Form IL-1040 as the first attachment.

Specific Accounting Method of Computing Net Income for Individuals

Tax year ending

Month Year

Step 1: Personal Information

Your name as shown on Form IL-1040

Your Social Security number

Step 2: Income

	A Pre-1/1/15 figures	B Post-12/31/14 figures
1 Federal adjusted gross income (IL-1040, Line 1)	_____	_____
2 Federally tax-exempt interest and dividend income (IL-1040, Line 2)	_____	_____
3 Other additions to income (IL-1040, Line 3)	_____	_____
4 Total income. Add Lines 1 through 3. (IL-1040, Line 4)	_____	_____
5 Income from Social Security benefits and retirement plans if included in Line 1 (IL-1040, Line 5)	_____	_____
6 Illinois Income Tax overpayment included in U.S. 1040, Line 10 (IL-1040, Line 6)	_____	_____
7 Other subtractions to income (IL-1040, Line 7)	_____	_____
8 Total subtractions. Add Lines 5, 6, and 7. (IL-1040, Line 8)	_____	_____
9 Illinois base income. Subtract Line 8 from Line 4. (IL-1040, Line 9)	_____	_____
Residents: Skip Step 3 and enter the amounts from Line 9 on Line 20.		
Part-year and Nonresidents: Complete Step 3 and follow the instructions.	_____	_____

Step 3 — Figure your apportionment factor (Nonresidents or part-year residents only)

10 Nonbusiness income or loss. See instructions.	_____	_____
11 Business income or loss from non-unitary partnerships, S corporations, trusts, or estates. See instructions.	_____	_____
12 Add Lines 10 and 11.	_____	_____
13 Business income or loss. Subtract Line 12 from Line 9.	_____	_____
14 Enter the total sales everywhere. See instructions.	_____	
15 Enter the total sales within Illinois. See instructions.	_____	
16 Apportionment factor. Divide Line 15 by Line 14 and carry to six decimal places.	_____	
17 Business income or loss apportionable to Illinois. Multiply Line 13 by Line 16, for each column.	_____	_____
18 Nonbusiness income or loss allocable to Illinois.	_____	_____
19 Non-unitary partnerships, S corporations, trusts or estates business income or loss apportionable to Illinois.	_____	_____

Step 4 — Net income and tax

20 Net income or loss allocable to Illinois. Residents: Enter the amounts from Line 9 of each column. (IL-1040, Line 9) Part-year and Nonresidents: Add Lines 17, 18, and 19. (Schedule NR, Line 46)	_____	_____
21 Exemption allowance. See instructions.	_____	_____
22 Net income. Subtract Line 21 from Line 20. (IL-1040, Line 11 or Schedule NR, Line 51)	_____	_____
23 If Column A of Line 22 is negative: enter zero in Column A. Subtract Column A of Line 22 from Column B of Line 22 and enter the result in Column B. Otherwise, enter the amounts from Line 22 of each column. If Column B of Line 23 is negative or zero, do not use this schedule.	◆ _____	◆ _____
24 Tax. Column A: Multiply Line 23 by 5% (.05). Column B: Multiply Line 23 by 3.75% (.0375).	_____	_____
25 Add Columns A and B, Line 24, and enter the total here and on your Form IL-1040, Line 13.	_____	_____

Schedule SA Instructions

General Information

The purpose of Schedule SA, Specific Accounting, is to provide a means for calculating your income and tax at separate rates, due to an income tax rate change in the middle of the tax year. Schedule SA allows you to figure your tax based on the specific accounting method.

The **specific accounting method** allows you to treat your net income or loss and modifications as though they were earned in two different taxable years.

For individuals, the amount earned prior to January 1, 2015, is taxed at 5 percent. The amount earned on or after January 1, 2015, is taxed at 3.75 percent. The two tax amounts are then added together to get the total tax liability.

Note Do not use this schedule if you are filing a Form IL-1040 for a calendar tax year.

Who should use Schedule SA?

You must use Schedule SA if you elect not to use the blended rate method of computing your tax when the rate changes in the middle of the tax year. The blended rate method taxes your income as if you received it evenly throughout the year.

If you actually earned more of your income during the period to which the 3.75 percent tax rate applies, electing to use the specific accounting method on Schedule SA to determine how much of your income is taxed at the 3.75 percent rate and how much is taxed at the 5 percent rate will reduce your tax liability. The election is made by attaching Schedule SA to your timely-filed original return. Once the election is made, it is irrevocable.

Specific Instructions

Step 1— Personal information

Enter your name and Social Security number, as shown on your Form IL-1040, Individual Income Tax Return.

Step 2 — Income

Column A — For each line item, enter the amounts included for the portion of your tax year that comes before January 1, 2015, based on your method of allocation.

Column B — For each line item, enter the amounts included for the portion of your tax year that comes after December 31, 2014, based on your method of allocation.

Note All items of income, deduction and loss passed through to you by a partnership, S corporation, trust, or estate are treated as received by you on the last day of that entity's taxable year.

Note **Full-year Illinois residents:** Skip Step 3, enter the amounts from Line 9 on Step 4, Line 20, and complete the rest of the form.

Nonresidents and part-year residents: Complete Steps 3 and 4.

Step 3 — Figure your apportionment factor - Nonresidents or part-year residents only

If you completed Form IL-1040, Schedule NR, Nonresident and Part-Year Resident Computation of Illinois Tax, you must complete Step 3 to apportion business income and allocate nonbusiness income to Illinois appropriately.

Line 10 — Enter the amount of nonbusiness income or loss included in Line 9. The amount of nonbusiness income is represented in the amounts shown on your Schedule NR, Steps 3 and 4, Column A.

Line 11 — Enter the amount of business income or loss from non-unitary partnerships, S corporations, trusts, or estates, as shown on your Schedule NR, Steps 3 and 4, Column A.

Lines 14 through 16 — Enter the amounts calculated on the Business or Farm Income Apportionment Formula Worksheet in the Schedule NR instructions.

Line 18 — Enter the amount of nonbusiness income or loss included in Line 9 allocated to Illinois on your Schedule NR, Steps 3 and 4, Column B.

Line 19 — Enter the amount of business income apportioned to Illinois by a non-unitary partnership, S corporation, trust, or estate, as reported to you on Schedules K-1-P, Partner's or Shareholder's Share of Income, Deductions, Credits, and Recapture, or K-1-T, Beneficiary's Share of Income and Deductions, Steps 4 and 5 and included in Column B of your Schedule NR.

Step 4 — Figure your income tax

Line 20 — Follow the instructions on the form.

Line 21 — Prorate your exemption allowance between the two separate tax periods based on the number of days in each tax period.

- Divide the number of days in each tax period by the total number of days in the tax year.
- Round the result to six decimal places.
- Multiply the decimal by the total exemption allowance. See Form IL-1040, Line 10 or Schedule NR, Line 50 for your total exemption allowance amount.

Note The sum of Column A and Column B cannot exceed your total exemption allowance amount.

Line 22 — Follow the instructions on the form.

The total from Columns A and B Line	Must equal the amount on
20	Form IL-1040, Line 9 or Schedule NR, Line 46
21	Form IL-1040, Line 10 or Schedule NR, Line 50
22	Form IL-1040, Line 11 or Schedule NR, Line 51

Lines 23, 24, and 25 — Follow the instructions on the form.

Note For fiscal year 2015 returns filed on 2014 forms, attach this form directly behind your Form IL-1040, as Attachment No. 1. This attachment supersedes all other attachments.