Illinois Department of Revenue

2015 Schedule K-1-P(3)

Pass-through Withholding Calculation
for Nonresident Members

Year ending

_____ _____
Month Year

To be completed by partnerships filing Form IL-1065 or S corporations filing Form IL-1120-ST

Read this information first:
- **For tax year ending on or after December 31, 2015, only.**
- You **must** complete Schedule K-1-P(3) for each of your nonresident partners or shareholders who **have not** submitted a Form IL-1000-E to you.
- **Do not** complete Schedule K-1-P(3) for any member who is a resident or who has submitted Form IL-1000-E to you.

≡Note→ Keep this schedule with your income tax records. You must send us this information if we request it.

Step 1: Identify your partnership or S corporation

1 _____ **2** ____ ____ - ____ ____ ____ ____ ____ ____ ____
  Enter your name as shown on your Form IL-1065 or Form IL-1120-ST.   Enter your federal employer identification number (FEIN).

Step 2: Identify your nonresident partner or shareholder

3 _____ **4** _____
  Name   Social Security number or FEIN

5 Check the appropriate box to identify this nonresident partner's or shareholder's organization type.
  ☐ individual   ☐ corporation   ☐ trust
  ☐ partnership   ☐ S corporation   ☐ estate

Step 3: Figure your nonresident partner's or shareholder's pass-through withholding

≡Note→ If this member is a resident or has submitted Form IL-1000-E to you, do not complete this schedule for this member.

6 Add the amounts from this member's Schedule K-1-P, Step 3, Column B, Lines 12 through 17 and 19 and enter the total here. This is your member's share of nonbusiness income allocable to Illinois before modifications and credits. See instructions before completing. **6** _____

7 Add the amounts from this member's Schedule K-1-P, Step 4, Column B, Lines 20 through 27 and 29 through 31 and enter the total here. This is your member's share of business income allocable to Illinois before modifications and credits. See instructions before completing. **7** _____

8 Add Line 6 and Line 7 and enter the result. **8** _____

9 Add the amounts from this member's Schedule K-1-P, Column B, Lines 32 through 37 and enter the total here. This is your member's share of additions allocable to Illinois. **9** _____

10 Add Line 8 and Line 9 and enter the result. **10** _____

11 Add the amounts from this member's Schedule K-1-P, Column B, Lines 38a through 47 and enter the total here. This is your member's share of subtractions allocable to Illinois. **11** _____

12 Subtract Line 11 from Line 10. If negative, enter zero. **This is your member's share of Illinois income subject to pass-through withholding.** See instructions. **12** _____

≡Note→ If this member is a nonresident individual or estate, enter "0" on Lines 13 through 15 and go to Line 16.

13 Replacement tax before credits. If this member is a
  partnership, S corporation, or nonresident trust, multiply Line 12 by 1.5% (.015) and enter the result.
  corporation, multiply Line 12 by 2.5% (.025) and enter the result. **13** _____

14 Enter the amount of Illinois replacement tax investment credits passed to this member and available for use this year. **14** _____

15 Subtract Line 14 from Line 13. If negative, enter zero. **This is your member's share of replacement tax after credits.** **15** _____

≡Note→ If this member is a nonresident partnership or S corporation, enter "0" on Lines 16 through 18 and go to Line 19.

16 Income Tax before credits. If this member is a(n)
  nonresident individual, estate, or trust, multiply Line 12 by 3.75% (.0375) and enter the result. See instr.
  corporation, multiply Line 12 by 5.25% (.0525) and enter the result. See instructions. **16** _____

17 Enter the amount of Illinois income tax credits passed to this member and available for use this year. See instructions. **17** _____

18 Subtract Line 17 from Line 16. If negative, enter zero. **This is your member's share of income tax after credits.** **18** _____

19 Add Lines 15 and 18 and enter the result. This is your member's total pass-through withholding payment. **Report this amount on this member's Schedule K-1-P, Step 7, Line 54. You must also report this amount on your Form IL-1065 or Form IL-1120-ST, Schedule B, Section B, Column J, on the line which reports this member's amounts.** **19** _____

▶ Keep a copy of this schedule for each member with your income tax records. Do not send Schedule K-1-P(3) to your members or submit it to the Department unless we specifically request it from you.

Schedule K-1-P(3) (R-12/15)