



Illinois Department of Revenue Natural Disaster Income Tax Credit Certificate

for Illinois Income Tax as provided by P.A. 100-0555

Section 1: Property information

1. Name of property owner (Individual or Business): _____
2. Last four of SSN or for business, entire FEIN: _____
3. Property address: Street #1 _____
4. Street #2 _____
5. City ZIP _____
6. Property index number/Permanent index number (PIN): _____
7. Phone number: _____
8. County: _____

Section 2: Certification information

I certify under penalty of perjury that:

- *I am the owner of real property that was damaged by a flood resulting in the county being declared a state disaster area by the Governor in 2017.*
- *I have not and will not receive a Natural Disaster Homestead Exemption under Section 15-173 of the Property Tax Code with respect to this property as a result of the natural disaster for 2017.*
- *This real property does not include personal property such as furniture and is my principal residence, or is owned by my small business.*
- *If a business, my business is a corporation or concern that employs fewer than 50 full-time employees, or has gross annual sales of less than \$4 million, and is not dominant in its field.*
- *I understand that submitting false information is a crime under Section 1301 of the Illinois Income Tax Act and is subject to prosecution.*

Signature of property owner or business owner applying for credit

Date

Section 3: CCAO or township assessor information

Check one: County Township

9. Name of Township Assessor or CCAO: _____
10. Address: _____

11. Phone number: _____

Section 4: Certificate information

This certificate allows a Natural Disaster Income Tax Credit to the property owner listed above in the amount shown below (cannot be greater than \$750.00).

12. Certificate Number : 1 7 _____

13. Credit amount: \$ _____

I certify that I have reviewed the support documentation presented by the applicant and the property identified above meets the qualifications for the Natural Disaster Income Tax Credit based upon the documentation submitted.

Signature of Township Assessor or CCAO

Date



Important information

What is qualified real property?

“Qualified real property” is defined as property that is your principal residence (not including personal property, such as furniture), or real property that is owned by a small business. The term “small business” is defined as a corporation or concern that employs fewer than 50 full-time employees, or has gross annual sales of less than \$4 million, and is not dominant in its field.

Note: Qualified real property does not include property that is rented or leased. For example, a strip mall that leases units to businesses, or a house or an apartment that is rented by an individual are not qualified real property.

What is the Natural Disaster Credit?

Per Public Act 100-0555, the Natural Disaster Income Tax Credit is a credit against individual or business income tax for the 2017 tax year (fiscal filers - for tax years beginning prior to January 1, 2018). Each taxpayer is entitled to the Natural Disaster Credit if you own qualified real property that:

- is located in a county in Illinois that was declared a state disaster area due to flooding in 2017,
- was damaged as a result of events related to this flooding, and
- did not and will not receive a Natural Disaster Homestead Exemption on property taxes as a result of this flooding for 2017.

The amount of the credit is the lesser of \$750 or the casualty loss deduction allowed with respect to the qualified real property under Section 165 of the Internal Revenue Code (IRC) (whether or not you actually claimed the casualty loss deduction on your federal income tax return). For this purpose, the amount of the casualty loss deduction under IRC Section 165 is determined without regard to either the 2% rule, the \$100 rule, or the 10% rule. Generally, this is the amount of loss you determine for qualified real property on Line 9 or Line 27 of federal Form 4684, and does not include any amount reimbursed by insurance.

What if the taxpayer is a partnership or S corporation?

If the taxpayer is a partnership or Subchapter S corporation, the credit shall be allowed to the partners or shareholders in accordance with the determination of

income and distributive share of income under Sections 702 and 704 and Subchapter S of the Internal Revenue Code.

How does a taxpayer qualify for the Natural Disaster Income Tax Credit?

A taxpayer qualifies for the credit if the following apply:

- the taxpayer’s damaged property is located in a county that was declared a state disaster area for flooding by the Governor in 2017;
- the taxpayer did not and will not receive a Natural Disaster Homestead Exemption under Section 15-173 of the Property Tax Code with respect to the qualified real property as a result of the flood damage for 2017;
- the taxpayer’s property is “qualified real property” as defined in “What is qualified real property?”; and
- the taxpayer, if a business, is a “small business” as defined in “What is qualified real property?”.

Instructions

1. **Complete Step 1 and Step 2 on the Natural Disaster Income Tax Credit Certificate.**
 - Certification - In Step 2, certify under penalties of perjury, that you meet all of the requirements for the credit.
2. **Provide documentation of the damages you incurred as a result of flooding to the Township Assessor or CCAO in the county where the property is located to apply for the Natural Disaster Income Tax Credit Certificate. Required documentation includes:**
 - a copy of **federal Form 4684** verifying your casualty loss deduction or if you did not claim a casualty loss deduction on your federal income tax return (for example, because you did not itemize deductions), you should complete a **pro-forma federal Form 4684** to determine the amount of the casualty loss deduction you would have been allowed. See IRS Publication 547, “Casualties, Disasters, and Thefts,” for more information.One or more of the following must be included as support for the damages incurred:

Warning: Intentionally submitting false information is a crime under Section 1301 of the Illinois Income Tax Act.



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Natural Disaster Income Tax Credit Certificate Information and Instructions, cont.

- copies of receipts for repair of damages resulting from of the flood.
- copies of estimates made for the repair of damages resulting from the flood.
- copies of insurance claims and receipts for reimbursement for damages incurred from the flood.

Note: You must be able to prove that you incurred a casualty loss with respect to qualified real property, and establish the amount of that loss, in the manner required to obtain the casualty loss deduction under IRC Section 165. Your credit is equal to the **lesser** of \$750 or the amount of loss you determine for the qualified real property on Line 9 or Line 27 of federal Form 4684.

3. The township assessor or CCAO will review the information submitted, and complete and provide you with a copy of the certificate if you qualify for the Natural Disaster income Tax Credit.

4. Claim the credit on your 2017 Illinois income tax return.

For individuals filing by paper,

- Attach your Natural Disaster Income Tax Credit Certificate on the top of your **Form IL-1040, Illinois Individual Income Tax Return**.
- On **Schedule 1299-C**, complete Lines 54-56. On Line 54, Column A, enter "102." On Column B, enter your certificate number listed on Section 4, Line 12 of your Natural Disaster Income Tax Credit Certificate. Your certificate number starts with the preprinted "17" shown on Line 12. On Column C, enter the total amount of the credit from Section 4, Line 13 of your Natural Disaster Income Tax Credit Certificate.

For businesses filing by paper,

- Attach your Natural Disaster Income Tax Credit Certificate on the top of your **Illinois business income tax return**.
- On **Schedule 1299-A**, complete Lines 60-62 or on **Schedule 1299-D**, complete Lines 62-64, depending on which return you file. On **Schedule 1299-A**, Line 60, Column A, enter "102." On Column B, enter your certificate number listed on Section 4, Line 12 of your Natural Disaster Income Tax Credit Certificate. Your certificate number starts with the preprinted "17" shown on Line 12. On Column C, enter the total amount of the credit from Section 4, Line 13 of your Natural Disaster Income Tax

Credit Certificate. On **Schedule 1299-D**, Line 62, Column A, enter "102." On Column B, enter your certificate number listed on Section 4, Line 12 of your Natural Disaster Income Tax Credit Certificate. Your certificate number starts with the preprinted "17" shown on Line 12. On Column C, enter the total amount of the credit from Section 4, Line 13 of your Natural Disaster Income Tax Credit Certificate.

Note: You may electronically file your 2017 individual or business income tax return and claim the credit on the respective Schedule 1299. Make sure your certificate number is correct.

If filing by paper, mail your completed individual or business income tax return to:

**Illinois Department of Revenue
PO Box 19019
Springfield, IL 62794-9019**

Note: The credit may not reduce your tax liability to less than zero. However, if the amount of your credit exceeds your tax liability, the excess amount may be carried forward for up to 5 years.

For information or forms

- Visit our website at tax.illinois.gov
- Call 1 800 732-8866 or 217 782-3336
- Call our TDD (telecommunications device for the deaf) at 1 800 544-5304

Counties Declared Disaster Areas in 2017

April 28 - May 3, 2017

*Alexander
Clinton
Jackson
Marshall
Union
Woodford*

July 11 - 12, 2017

*Lake
McHenry
Kane
Cook*

July 19, 2017

*Carroll
Henry
Jo Daviess
Lee
Ogle
Rock Island
Stephenson
Whiteside*