



Application for Deferral of Real Estate/
Special Assessment Taxes for Tax Year 2018

Applications must be filed with the county collector on or before March 1, 2019. Entering this program will result in a tax lien being placed on your homestead property and simple interest of 6 percent per year being charged on the deferred amounts.

Step 1: Eligibility information (You must be able to answer "Yes" to the following three questions to apply.)

- 1 Will you be 65 years of age or older on June 1, 2019?
2 Is your residence qualifying property as defined in the application instructions?
3 Have you owned and occupied the property listed below as your residence, or other qualifying property in Illinois, for the last 3 years, except for any periods you may have temporarily resided in a licensed nursing home?

Step 2: Applicant information

Is this the first year you have applied for the program? Yes No

Check the box that identifies the property ownership. (Check only one.) individually jointly land trust (See instructions.)

Write your homestead property index number (PIN). (See instructions.)

Your Social Security number Your date of birth Your home phone

Your last name Your first name Middle initial

Address of homestead property

City State where homestead property is located

Step 3: Spouse's information (if applicable)

Spouse's Social Security number Spouse's date of birth

Spouse's last name Spouse's first name Middle initial

Step 4: Complete the following information

- 1 Calculate your household income for 2018. Use Worksheet A on the back of this application and enter your answer here.
2 Calculate the amount of simple interest in the homestead property. Use Worksheet B on the back of this application and enter your answer here.
3 Write the percentage (1% to 100%) OR the amount of taxes that you wish to defer. Note: The amount you defer each year cannot be more than \$5,000.

Step 5: Signatures

As the joint owner or trustee or contract-for-deed seller of the property, I give my approval to the applicant to enter into the deferral and recovery agreement.

The applicant has provided me with sufficient evidence that the qualifying property is insured against fire or casualty loss for at least the total amount of special assessments and property taxes that have been deferred.

Signature of joint owner or trustee or contract-for-deed seller Month Day Year Signature of collector Month Day Year

I declare under penalties of perjury that the information in this application is true, correct, and complete to the best of my knowledge and belief and that any joint owner or trustee or contract-for-deed seller has given written approval for me to enter into the deferral and recovery agreement.

Signature of applicant Month Day Year Signature of preparer, if applicable Month Day Year

See the instructions on Pages 3 and 4 for more information on how to complete these worksheets.

**Worksheet A Calculate your household income for 2018**

(Include both applicant's and spouse's income.)

1 Social Security, SSI benefits. Include Medicare deductions in this total ( <b>household total</b> ).	1	_____		_____
2 Railroad Retirement benefits. Include Medicare deductions in this total ( <b>household total</b> ).	2	_____		_____
3 Civil Service benefits ( <b>household total</b> )	3	_____		_____
4 Annuity benefits and federally taxable pension and IRA benefits ( <b>household total</b> )	4	_____		_____
5 Veterans' benefits ( <b>household total</b> ) ( <b>federally taxable portion only</b> )	5	_____		_____
6 Human Services and other governmental cash public assistance benefits ( <b>household total</b> )	6	_____		_____
7 Wages, salaries, and tips from work ( <b>household total</b> ) $\frac{\text{applicant}}{\text{applicant}} + \frac{\text{applicant's spouse}}{\text{applicant's spouse}} =$	7	_____		_____
8 Interest and dividends received ( <b>household total</b> )	8	_____		_____
9 Net rental, farm, and business income or (loss). Do not include any loss carryover. Attach U.S. 1040 for loss.	9	_____		_____
10 Net capital gain or (loss). Do not include any loss carryover. Attach U.S. 1040 U.S. 1040A for loss.	10	_____		_____
11 Other income or (loss). Do not include any loss carryover. Attach U.S. 1040 or U.S. 1040A for loss.	11	_____		_____
12 Add Lines 1 through 11.	12	_____		_____
13 Certain subtractions — You may subtract only the reported adjustments to income totaled on U.S. 1040, Line 37, or U.S. 1040A, Line 21. (Specify: _____)	13	_____		_____
14 Subtract Line 13 from Line 12, and write the result. This is your income for 2018. If Line 14 is greater than \$55,000, <b>STOP</b> . You do not qualify for this program. If Line 14 is \$55,000 or less, write the result in Step 4, Line 1 on the front of this application.	14	_____		_____

**Worksheet B Calculate your 80% equity interest**

**Step 1: Write the market value**

1 Write the market value of the homestead property. (See instructions.) \$ \_\_\_\_\_

**Step 2: Total the subtractions (Do not include previous deferrals.)**

2 Write the subtractions for the property:

- a balance owed on the current mortgage. \$ \_\_\_\_\_
- b balance owed on second mortgages. \$ \_\_\_\_\_
- c balance owed on other non-equity loans. \$ \_\_\_\_\_
- d total home equity amount reserved for use under a reverse mortgage arrangement. (See Note 1.) \$ \_\_\_\_\_
- e balance of other liens or encumbrances against the property. \$ \_\_\_\_\_
- f balance of any other loan or line of credit where the deferred property is being used as collateral on the loan. \$ \_\_\_\_\_

3 Total subtractions (Add Lines 2a through 2f.) \$ \_\_\_\_\_

**Step 3: Calculate the equity that can be deferred**

4 Determine the current equity interest in the homestead property. (Subtract Line 3 from Line 1.) \$ \_\_\_\_\_

5 Multiply Line 4 by 80 percent (0.80), and write the result here and in Step 4, Line 2 on the front of this application. \$ \_\_\_\_\_

(See Note 2.)

**Note 1:** If you have a reverse mortgage arrangement, you should verify with your lender whether your agreement allows you to participate in the Tax Deferral Program.

**Note 2:** The collector must verify that the deferral has not exceeded the 80% equity interest using PTAX-1035, Annual Participant List.



# IL-1018 Real Estate/Special Assessment Tax Deferral and Recovery Agreement for Tax Year 2018

Name of owners:

Last First Middle Initial

Last First Middle Initial

Write the homestead property index number (PIN).

Write the legal description of the homestead property. Attach additional sheets if needed.

I, the owner and applicant,

- 1 that the total amount of property taxes, including special assessments, deferred under the Senior Citizens Real Estate Tax Deferral Act, ILCS 100/1, et seq., plus interest, for the year for which a deferral is claimed, as well as for the previous years for which the property taxes, including special assessments, are not deferred, for which such deferral has been claimed may not exceed 80 percent of my equity interest in the property for which property taxes, including special assessments, are to be deferred and that, if the total deferred property taxes, including special assessments, plus interest, equals 80 percent of my equity interest in the property, I shall thereafter pay the annual interest due on such deferred property taxes, including special assessments, plus interest, so that total deferred property taxes, including special assessments, plus interest, will not exceed such 80 percent of my equity interest in the property.
- 2 that any property taxes, including special assessments, deferred under the Act and any interest accrued thereon at the rate of 6 percent per year, are a lien on the real estate and improvements thereon until paid. **No sale or transfer of such real property may be legally closed and recorded until the property taxes, including special assessments, which would otherwise have been due on the property, plus accrued interest, have been paid unless the collector certifies in writing that an arrangement for prompt payment of the amount due has been made with his or her office. The same shall apply if the property is to be made the subject of a contract of sale.**
- 3 that upon my death, the heirs-at-law, assignees, or legatees shall have first priority to the real property upon which property taxes, including special assessments, have been deferred by paying in full the total property taxes, including special assessments, that would otherwise have been due, plus interest. However, if such heir-at-law, assignee, or legatee is my surviving spouse, the deferred status of the property shall be continued during the life of my surviving spouse if the spouse is 55 years of age or older within six months of the date of my death and my spouse enters into a deferral and recovery agreement before the time when deferred property taxes, including special assessments, become due under Section 3 of the Act. Any additional deferred property taxes, including special assessments, plus interest, on the real property under a deferral and recovery agreement signed by my surviving spouse shall be added to the property taxes, including special assessments, and interest which would otherwise have been due, and the payment of which has been postponed during the life of my surviving spouse, in determining the 80 percent equity requirement provided by this Section.





