

Illinois Department of Revenue
Roger D. Sweet, Director
101 West Jefferson Street
Springfield, Illinois 62794

INFORMATIONAL BULLETIN FY88-6

TO: All Filers of:
Illinois Sales Tax Returns (RR-1-A)
Transaction Reporting Returns (RR-556)
Pre-Paid Sales Tax Returns (PST-1)

SUBJECT: Change To Penalty Rate

NEW PENALTY RATE 10%

Effective January 1, 1988, Public Act 85-295 increases the penalty rate for delinquent (late) payment of Retailers' Occupation Tax and Pre-Paid Sales tax. This new penalty rate is 10% (current rate in 7.5%). This means that any return is DUE TO BE FILED after January 1, 1988, is subject to a 10% penalty if the return is late or not paid in full when due.

REVISION TO TAX RETURNS

The department has revised tax returns for liability period of January 1988 and after to reflect this new penalty rate.

The RR-1-A and PST-1 returns for the liability periods of December, 1987 due to be filed January 31, 1988 and the 1987 Annual RR-1-A return due to be filed January 31, 1988 do not reflect this new penalty rate. If you file these returns after the due date, you should compute the amount of penalty due at the new rate of 10%.

RR-556 returns have been revised; however, you may still have some returns in your possession which will not show the correct rate. You may continue to use these "old" returns until your supply is exhausted. Any RR-556 returns due after January 1, 1988 that are filed late are subject to the increased penalty.

If you have any questions or need additional information, please call or write, our phone numbers and address are provided at the top of this bulletin.

Roger D. Sweet
Director of Revenue

Issued: November 1987

•