

+ CHANGES IN HOME RULE SALES TAX IN SESSER
 Summary: Your sales tax rate is changing on September 1.
 Remember to adjust your cash registers.

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|TO:| ALL RETAILERS AND
 +----+ SERVICE PERSONS
 CONDUCTING
 BUSINESS IN
 SESSER

You will report
 receipts from this
 general merchandise tax
 on line 4a on the ST-1.
 Your preprinted return
 will show the correct
 combined rate.

WHAT'S NEW FOR AUTO
 DEALERS?
 If you sell cars or
 other items that require
 a title, you should pay
 special attention. The
 home rule sales tax does
 not apply to these
 sales, and receipts from
 these sales will
 continue to be taxed at
 the current rate of 6.25
 percent when reported on
 Form ST-556.

Sesser has a new home
 rule sales tax. You
 should begin collecting
 this new rate from
 customers who buy from
 you on September 1 and
 afterward.

Sesser will also have a
 1 percent home rule
 sales tax on qualifying
 food, drugs, and
 medical appliances.
 This will be combined
 with the current food
 and drug tax rate of 1
 percent for a total
 food and drug rate of 2
 percent.

However, the rate of
 7.25 percent reported on
 Form ST-1 will apply to
 receipts from sales of
 general merchandise,
 such as the parts you
 sell over the counter
 and the parts you use
 during service of motor
 vehicles and airplanes.

It may be necessary to
 adjust your cash
 registers and any
 computer programs you
 use so that, beginning
 on September 1, you
 will be collecting and
 paying the correct
 amounts.

You will report
 receipts from this food
 and drug tax on line 5a
 on the ST-1. Your
 preprinted return will
 show the correct
 combined rate.

WHAT ELSE CHANGES?

We are responsible for
 administering this tax.
 You will report it on
 your regular ST-1
 beginning with your
 September return (which
 is due October 31.)

WHAT DO I DO WHEN A
 CUSTOMER PAYS ME AFTER
 SEPTEMBER 1 FOR A
 PURCHASE MADE EARLIER?
 If the original
 purchase was made at a
 different tax rate from
 those rates in Line 4a
 and 5a, you must report
 these receipts on Line
 8a of the ST-1.

This is a new tax for
 Sesser, and it has the
 same base for general
 merchandise and food and
 drugs as the state tax
 you are already familiar
 with. (The base refers
 to those items that are
 taxed. Any item that is
 exempt from state tax
 will also be exempt from
 this home rule tax.) The
 only real change is in
 the tax rate.

Sesser new home rule
 sales tax rate is 1
 percent on general
 merchandise. This will
 be combined with your
 current rate of 6.25
 percent for a total
 general merchandise
 rate of 7.25 percent.

WHAT ARE MY SPECIAL
FILING INSTRUCTIONS?

+ Monthly Filers

Your September return will be the first return to have combined rates. The due date is October 31, 1990, for the return for September 1990.

+ Quarterly Filers

You will have two returns for the third quarter. The return for July and August will be preprinted with the lower rates, and a return for September will be preprinted with the higher combined rates. The due date for both returns is October 31, 1990.

+ Annual Filers

You will have two returns for 1990. The return for January through August will be preprinted with the lower rates, and a return for September through December will be preprinted with the higher combined rates. The due date for both returns is January 31, 1991.

QUESTIONS?

If you have questions or need more information, please call or write us. Our telephone numbers and address are listed at the bottom of this bulletin.

FOR INFORMATION CALL: 1 800 732-8866 or
1 217 782-3336
WRITE: Illinois Department of Revenue
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