

The home rule sales tax has the same BASE for general merchandise 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.)

WHAT'S NEW FOR SELLERS OF PREPARED FOOD AND BEVERAGES?

You are accustomed to paying the following taxes on restaurant-type (prepared) food:
1) the state sales tax of 6.25 percent; and
2) a Peoria food and beverage tax of 2 percent.

Before September 1, the Peoria home rule sales tax did not apply to prepared food.

Beginning with your sales on September 1, you will collect and pay to us:

- 1) the state sales tax of 6.25 percent; and
- 2) the Peoria home rule sales tax of 1 percent.

You will report these sales along with all of your other general merchandise sales on your ST-1, paying the combined general merchandise rate of 7.25 percent.

Then you should pay directly to the city of Peoria its food and beverage tax of 2 percent.

TAX TO ILLINOIS CUSTOMERS WHO LIVE OUTSIDE MY HOME RULE MUNICIPALITY?

Effective September 1, 1990, you will charge home rule tax on your sales (except sales reported on Form ST-556) regardless of your Illinois customer's address or the sale's point of delivery within this state.

WHAT ARE MY SPECIAL FILING INSTRUCTION?

- + Monthly filers
Your September return will be the first return to have combined rates. The due date of 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.

You will have two returns. 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.

INFORMATION

1 217 782-3336
WRITE: Illinois Department of Revenue
101 W. Jefferson St., P.O. Box 19044
Springfield, IL 62794-9044
