



Illinois Department of Revenue

Informational Bulletin

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Director of Revenue

Sales Tax Rate Change Summary

To:

All Retailers and Servicepersons Conducting Business in Taxing Jurisdictions That Have Imposed a Sales Tax Rate Change Effective July 1, 2007

For information or forms...

- Call us at:
1 800 732-8866 or
217 782-3336
- Call our TDD (telecommunications device for the deaf) at:
1 800 544-5304
- Write us at:
 Illinois Department of Revenue
 P.O. Box 19044
 Springfield, IL 62794-9044
- Visit our Web site at:
tax.illinois.gov
- Call our 24-hour Forms Order Line at:
1 800 356-6302

Effective **July 1, 2007**, certain taxing jurisdictions have either imposed a tax or changed their tax rate on sales of general merchandise for home rule sales tax, non-home rule sales tax, county public safety/transportation sales tax, or business district sales tax.

The new state and local combined rate will be preprinted on Line 4a of Form ST-1, Sales and Use Tax Return, or Form ST-2, Multiple Site Form, as a total general merchandise rate. The combined rate is also shown in the table on the back of this bulletin.

You may need to adjust your cash registers and any computer programs you use so that, beginning on July 1, you will collect and pay the correct amount of tax.

If you use software to create the forms you file, that software must also be adjusted. You may need to contact your software vendor.

also subject to home rule sales tax, non-home rule sales tax, county public safety/transportation sales tax, and business district sales tax.

Home rule sales tax, non-home rule sales tax, county public safety/transportation sales tax, and business district sales tax **do not** apply to

- sales of qualifying food, drugs, and medical appliances¹ (reported on Line 5a of Form ST-1 and Form ST-2), or
- items that must be titled or registered by an agency of Illinois state government (reported on Form ST-556, Sales Tax Transaction Return).

Note: Some taxing jurisdictions may impose and administer other taxes that are **not** collected by the Illinois Department of Revenue. Please contact your municipal or county clerk's office for more information.

How do I report a sale that was delivered earlier and therefore taxed at a different rate?

If the original sale was subject to a tax rate that is different from the rate due for Line 4a of Form ST-1 or Form ST-2, you must report these receipts on Line 8a.²

Note: Line 8a is to be used only to report receivables subject to a previous tax rate. No other use of this line is permitted.

This bulletin is written to inform you of recent changes; it does not replace statutes, rules and regulations, or court decisions.

What is taxed?

You must collect home rule sales tax, non-home rule sales tax, county public safety/transportation sales tax, and business district sales tax on sales of **general merchandise** (reported on Line 4a of Form ST-1 and Form ST-2). The same items of general merchandise reported on Form ST-1 and Form ST-2 that are subject to state sales tax are

Where can I find the amount of the tax rate changes and the new combined rate?

The table below outlines the sales tax rates for general merchandise effective July 1, 2007, for each of the taxing jurisdictions in Illinois that have imposed a change in local sales tax rates.

For a complete listing of statewide sales tax rates, see the July 1, 2007, version of our Publication ST-25, Illinois Sales Tax Rate Reference Manual. This publication is available on our web site at tax.illinois.gov.

How do I know if my business is located within a business district or subject to this tax?

Your business address determines whether business district tax applies to your sales. Refer to our Publication ST-25, Illinois Sales Tax Rate Reference Manual for a complete list of business district addresses.

Taxing Jurisdiction	Sales Tax Rate Changes for Sales of General Merchandise				General Merchandise Combined Rate
	Home Rule	Non Home Rule	County Public Safety/Transportation	Business District	
Burr Ridge (Cook County)	N/A	+0.25%	N/A	N/A	8.00%
Burr Ridge (DuPage)	N/A	+0.25%	N/A	N/A	6.75%
Central City (Marion County)	N/A	+0.50%	N/A	N/A	7.00%
Chicago Heights (Cook County)	+1.00%	N/A	N/A	N/A	8.75%
³ Effingham (Effingham County) Inside Ford Avenue Business Dist. Outside of Business District	N/A	N/A	N/A	+1.00%	7.50%
	N/A	N/A	N/A	N/A	6.50%
Freeport (Stephenson County)	+0.25%	N/A	N/A	N/A	7.25%
Greenup (Cumberland County)	N/A	+0.50%	N/A	N/A	6.75%
Highwood (Lake County)	+1.50%	-1.00%	N/A	N/A	8.00%
Indian Head Park (Cook County)	N/A	+1.00%	N/A	N/A	8.75%
⁴ Kendall County	N/A	N/A	+0.50%	N/A	7.25%
Lakewood (McHenry County)	N/A	+1.00%	N/A	N/A	7.50%
Milan (Rock Island County)	N/A	+0.50%	N/A	N/A	6.75%
River Grove (Cook County)	N/A	+1.00%	N/A	N/A	8.75%
Rochelle (Ogle County)	N/A	+0.75%	N/A	N/A	7.00%
South Elgin (Kane County)	N/A	+0.50%	N/A	N/A	7.00%
Sugar Grove (Kane County)	N/A	+1.00%	N/A	N/A	7.50%
³ Waterloo (Monroe County) Inside Waterloo Commons Bus. Dist. Outside of Business District	N/A	N/A	N/A	+1.00%	7.25%
	N/A	N/A	N/A	N/A	6.25%
Wood Dale (DuPage County)	N/A	+1.00%	N/A	N/A	7.75%
³ Yorkville (Kendall County) Inside United City of Yorkville Kendall Marketplace Business Dist. Outside of Business District	N/A	N/A	N/A	+0.50%	7.75%
	N/A	N/A	N/A	N/A	7.25%

¹ 86 Ill. Adm. Code 130.310

² 86 Ill. Adm. Code 130.101 (a)

³ This municipality imposes a business district tax. **Not all businesses located within this municipality are within a business district.** See the July 1, 2007, version of our Publication ST-25, Illinois Sales Tax Rate Reference Manual, for a list of addresses that are within business districts.

⁴ This county has imposed or increased the countywide county public safety or transportation sales tax. For units of local government within this county that impose home rule sales taxes or non-home rule sales taxes, the ST-1/ST-2 combined rate varies. For all unincorporated areas and units of local government in this county that do not impose home rule sales taxes or non-home rule sales taxes, the ST-1/ST-2 combined rates are the rates listed above which become effective July 1, 2007.