



Informational

Bulletin

Brian Hamer / Director

Sales Tax Rate Change Summary

To: All retailers and servicepersons conducting business in taxing jurisdictions whose sales tax rate is changing effective January 1, 2013

IMPORTANT: As part of the department's cost cutting measures and an ongoing effort to "go green," in the future we may no longer be mailing the sales tax rate change summary bulletin to retailers. We will continue to post the bulletin on our website at tax.illinois.gov. Notification of sales tax rate change bulletins will also appear in MyTax Illinois.

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

For information or forms

Visit our website at:
tax.illinois.gov

Call us at:
1 800 732-8866 or
217 782-3336

Call our TDD
(telecommunications device
for the deaf) at:
1 800 544-5304

Effective **January 1, 2013**, certain taxing jurisdictions are imposing a local sales tax or changing their local sales tax rate on general merchandise sales. The following taxes are affected:

- home rule sales tax
- non-home rule sales tax
- business district sales tax
- county home rule

These local sales taxes are referred to in this bulletin as "locally imposed sales tax." You must adjust your cash register and any computer program so that beginning on January 1, 2013, you will collect and pay the correct sales tax. You need to contact your software vendor if you use software to create your forms.

To verify your new combined sales tax rate (*i.e.*, state and local sales taxes), go to the **Tax Rate Database** on our website at tax.illinois.gov and select rates for January 2013.

What is taxed?

The same items of general merchandise reported on Line 4a of Forms ST-1 and ST-2 that are subject to state sales tax are also subject to the locally imposed sales tax.

Locally imposed sales tax does **not** apply to

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

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

How do I report an earlier sale that was subject to a different tax rate?

If a sale was subject to a sales tax rate different from the current sales tax rate, report this sale on Line 8a.²

Note: Line 8a is used only to report sales subject to a different sales tax rate. No other use of Line 8a is permitted.



¹ 86 Ill. Adm. Code 130.310 and 130.311

² 86 Ill. Adm. Code 130.101 (a)

Where can I find tax rate changes or combined sales tax rates?

The chart below outlines the sales tax rate for each jurisdiction that has imposed a change in local sales tax rates collected by the Department of Revenue effective January 1, 2013. For a complete list of all sales tax rates, go to the **Tax Rate Database** on our website at tax.illinois.gov.

How do I know if my sales are subject to a business district sales tax?

Your business address determines whether business district sales tax applies to your sales. Refer to our **Tax Rate Database** on our website at tax.illinois.gov for a list of addresses. To verify a tax rate or business district address, select **January 2013** on the **Tax Rate Database**.

Sales Tax Rate Changes for Sales of General Merchandise

Jurisdiction	Combined rate ending December 31, 2012	Rate Change	NEW Combined rate beginning as of January 1, 2013	Type of Local Tax
Municipalities				
Carlinville (Macoupin County)				
• Inside Carlinville Plaza Bus. Dist.	6.25%	+1.00%	7.25%	Business District
• Outside Business District	6.25%	No change	6.25%	
Collinsville (Madison County)				
• Inside Collinsville Crossing South Business District	8.60%	+0.50%	9.10%	Business District
• Inside Fournie Lane Business Dist.	9.10%	No change	9.10%	
• Inside Collinsville Crossing North Business District	9.10%	No change	9.10%	
• Inside 1-255/Horseshoe Lake Road Business District	9.10%	No change	9.10%	
• Inside Eastport Plaza Drive Business District	9.10%	No change	9.10%	
• Inside Northeast Business District	9.10%	No change	9.10%	
• Outside Business Districts	8.10%	No change	8.10%	
Farmersville (Montgomery County)	6.25%	+1.00%	7.25%	Non-Home Rule
Glen Carbon (Madison County)				
• Inside Illinois Route 157 Bus. Dist.	6.85%	+1.00%	7.85%	Business District
• Inside Troy Road/Route 159 Business District	7.85%	No change	7.85%	
• Outside Business Districts	6.85%	No change	6.85%	
Glenview (Cook County)				
• Inside Chestnut-Waukegan Business District	9.00%	+1.00%	9.75% ³	Business District
• Outside Business District	9.00%	See Cook County (Page 3)	See Page 4	
Hopkins Park (Kankakee County)	6.25%	+3.00%	9.25%	Home Rule

Sales Tax Rate Changes for Sales of General Merchandise				
Jurisdiction	Combined rate ending December 31, 2012	Rate Change	NEW Combined rate beginning as of January 1, 2013	Type of Local Tax
Matteson (Cook County) <ul style="list-style-type: none"> Inside Lincoln Highway/Cicero Avenue Development Business District Inside Matteson Gateway Business Development District Inside Lincoln Highway/Governors Highway Corridor Bus. Dev. Dist. Outside Business Districts 	8.25%	+1.00%	9.00% ⁴	Business District
	9.25%	See Cook County	See Page 4	
	9.25%	See Cook County	See Page 4	
	8.25%	See Cook County	See Page 4	
Morton Grove (Cook County) <ul style="list-style-type: none"> Inside Dempster Waukegan Business District Outside Business District 	9.25%	+0.25%	9.25% ⁵	Business District
	8.25%	See Cook County	See Page 4	
Westchester (Cook County)	8.25%	+1.00%	9.00% ⁶	Non-Home Rule
Counties ⁷				
Cook County	See next page	-0.25%	See next page	County Home Rule

³ Effective January 1, 2013, the combined sales tax rate for Glenview Chestnut-Waukegan Business District will be 9.75%. The rate is computed as follows: effective rate as of December 31, 2012 + business district increase - Cook County Home Rule decrease. (9.00% + 1.00% (business district tax) - 0.25% (Cook County Home Rule) = 9.75%)

⁴ Effective January 1, 2013, the combined sales tax rate for Matteson Lincoln Highway/Cicero Avenue Development Business District will be 9.00%. The rate is computed as follows: effective rate as of December 31, 2012 + business district increase - Cook County Home Rule decrease. (8.25% + 1.00% (business district tax) - 0.25% (Cook County Home Rule) = 9.00%)

⁵ Effective January 1, 2013, the combined sales tax rate for Morton Grove Dempster Waukegan Business District will be 9.25%. The rate is computed as follows: effective rate as of December 31, 2012 + business district increase - Cook County Home Rule decrease. (9.25% + 0.25% (business district tax) - 0.25% (Cook County Home Rule) = 9.25%)

⁶ Effective January 1, 2013, the combined sales tax rate for Westchester will be 9.00%. The rate is computed as follows: effective rate as of December 31, 2012 + Non-Home Rule increase - Cook County Home Rule decrease. (8.25% + 1.00% (Non-Home rule tax) - 0.25% (Cook County Home Rule) = 9.00%)

⁷This tax is imposed county-wide in both the incorporated and unincorporated areas of the county.

Cook County

If your rate as of 12/31/12 is	Rate decrease	Your rate as of 1/1/13 will be
8.25%	0.25%	8.00%
8.50%	0.25%	8.25%
8.75%	0.25%	8.50%
9.00%	0.25%	8.75%
9.25%	0.25%	9.00%
9.50%	0.25%	9.25%
9.75%	0.25%	9.50%
10.00%	0.25%	9.75%
10.25%	0.25%	10.00%
10.50%	0.25%	10.25%
10.75%	0.25%	10.50%
11.00%	0.25%	10.75%