



# *i*nformational

## *Bulletin*

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## Sales Tax Rate Change Summary

**To: All retailers and servicepersons conducting business in taxing jurisdictions whose sales tax rate is changing, effective January 1, 2021**

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](http://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, 2021**, certain taxing jurisdictions have imposed a local sales tax or changed their local sales tax rate on general merchandise sales. The following taxes are affected:

- business district sales tax
- home rule municipal sales tax

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, 2021, 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](http://tax.illinois.gov) and select rates for January 2021.

### 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 appliances<sup>1</sup> 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 dealer-filed transaction returns.

**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 of Forms ST-1 and ST-2.<sup>2</sup>

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

<sup>1</sup> 86 Ill. Adm. Code 130.310 and 130.311

<sup>2</sup> 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, 2021. For a complete list of all sales tax rates, go to the **Tax Rate Database** on our website at [tax.illinois.gov](http://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](http://tax.illinois.gov) for a list of addresses.

To verify a tax rate or business district address, select January 2021 on the **Tax Rate Database**.

Sales Tax Rate Changes for Sales of General Merchandise				
Jurisdiction	Combined rate ending December 31, 2020	Rate Change	NEW Combined rate beginning January 1, 2021	Type of Local Tax Change
<b>Municipalities</b>				
<b>Alton</b> <ul style="list-style-type: none"> <li>Alton Square Business District-2020</li> <li>Alton Square Business District</li> <li>Outside Business Districts</li> </ul>	7.85% <sup>1</sup> 8.85% 7.85%	+1.00% -1.00% No change	8.85% 7.85% <sup>1</sup> 7.85%	Business District Business District
<b>Chenoa</b> <ul style="list-style-type: none"> <li>Chenoa Business Development District No. 1</li> <li>Outside Business District</li> </ul>	7.25% 7.25%	+0.50% No change	7.75% 7.25%	Business District
<b>Chicago Ridge</b> <ul style="list-style-type: none"> <li>Chicago Ridge Mall Business District No 1</li> <li>Outside Business District</li> </ul>	10.00% 10.00%	+0.50% No change	10.50% 10.00%	Business District
<b>Effingham</b> <ul style="list-style-type: none"> <li>Interstate North Business District</li> <li>Ford Avenue Business District</li> <li>Northwest Business District</li> <li>South Banker Street Business District</li> <li>Triangle Business District</li> <li>Outside Business Districts</li> </ul>	6.50% 7.50% 7.50% 7.50% 7.50% 6.50%	+1.00% No change No change No change No change No change	7.50% 7.50% 7.50% 7.50% 7.50% 6.50%	Business District
<b>Evergreen Park</b> <ul style="list-style-type: none"> <li>Evergreen Park Place Business District</li> <li>Outside Business District</li> </ul>	10.75% 9.75%	+0.25% +0.25%	11.00% 10.00%	Home Rule Home Rule
<b>Flora</b>	7.25%	+0.50%	7.75%	Home Rule
<b>Hanna City</b> <ul style="list-style-type: none"> <li>Hanna City Business Development District No 1</li> <li>Outside Business District</li> </ul>	7.25% 7.25%	+1.00% No change	8.25% 7.25%	Business District
<b>Harrisburg</b> <ul style="list-style-type: none"> <li>Harrisburg Business District</li> <li>Outside Business District</li> </ul>	8.00% 8.00%	+0.75% No change	8.75% 8.00%	Business District

<sup>1</sup> Effective January 1, 2021, the Alton Square Business District is dissolved, and the Alton Square Business District-2020 is created. For businesses located in the Alton Square Business District-2020 that are currently located in the Alton Square Business District, which is being dissolved, the current rate is 8.85% and will remain at 8.85% beginning on January 1, 2021.

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Jurisdiction	Combined rate ending December 31, 2020	Rate Change	NEW Combined rate beginning January 1, 2021	Type of Local Tax Change
<b>Municipalities</b>				
<b>Harristown</b> <ul style="list-style-type: none"> <li>Harristown Business District</li> <li>Outside Business District</li> </ul>	7.75% 7.75%	+1.00% No change	8.75% 7.75%	Business District
<b>Mount Zion</b> <ul style="list-style-type: none"> <li>Mt. Zion Business Development District No. 1</li> <li>Outside Business District</li> </ul>	7.75% 7.75%	+1.00% No change	8.75% 7.75%	Business District
<b>O'Fallon</b> <ul style="list-style-type: none"> <li>W. Highway 50/Cambridge Boulevard Business District</li> <li>Central Park/Green Mount Business District</li> <li>Route 50/Scott-Troy Road Business District</li> <li>Regency Park Business District</li> <li>Outside Business Districts</li> </ul>	7.85% 7.85% 8.85% 8.85% 7.85%	+1.00% +1.00% No change No change No change	8.85% 8.85% 8.85% 8.85% 7.85%	Business District Business District
<b>Riverside</b> <ul style="list-style-type: none"> <li>Harlem Avenue Business District No. 2</li> <li>Ogden-Harlem Business District No. 3</li> <li>Harlem Avenue Business District 1</li> <li>Outside Business Districts</li> </ul>	10.00% 10.00% 11.00% 10.00%	+1.00% +1.00% No change No change	11.00% 11.00% 11.00% 10.00%	Business District Business District
<b>Rockton</b> <ul style="list-style-type: none"> <li>Blackhawk Boulevard and Main Street Business District</li> <li>Outside Business District</li> </ul>	9.75% 8.75%	-1.00% No change	8.75% 8.75%	Business District
<b>Sandoval</b> <ul style="list-style-type: none"> <li>Sandoval Business District</li> <li>Outside Business District</li> </ul>	7.50% 7.50%	+1.00% No change	8.50% 7.50%	Business District
<b>Willowbrook</b> <ul style="list-style-type: none"> <li>Illinois Route 83/Plainfield Road Business District</li> <li>Outside Business District</li> </ul>	8.00% 7.00%	+1.00% +1.00%	9.00% 8.00%	Home Rule Home Rule
<b>Wood River</b> <ul style="list-style-type: none"> <li>Riverbend Business District #4</li> <li>Riverbend Business District #1</li> <li>Riverbend Business District #3</li> <li>Westside Business District</li> <li>Outside Business Districts</li> </ul>	7.85% 8.85% 8.85% 8.85% 7.85%	+1.00% No change No change No change No change	8.85% 8.85% 8.85% 8.85% 7.85%	Business District