



informational

Bulletin

David Harris, Director

Sales Tax Rate Change Summary, Effective January 1, 2022

To: All retailers and servicepersons conducting business in taxing jurisdictions whose sales tax rate is changing

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

Effective **January 1, 2022**, 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
- non-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, 2022, 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 [MyTax Illinois Tax Rate Finder](https://tax.illinois.gov) at tax.illinois.gov and select rates for January 2022.

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 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-2.²

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

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

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, 2022. To verify your new combined sales tax rate (*i.e.*, state and local sales taxes), go to the [MyTax Illinois Tax Rate Finder](http://tax.illinois.gov) at tax.illinois.gov and select rates for January 2022.

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 [MyTax Illinois Tax Rate Finder](http://tax.illinois.gov) at tax.illinois.gov for a list of addresses.

To verify a tax rate or business district address, go to the [MyTax Illinois Tax Rate Finder](http://tax.illinois.gov) at tax.illinois.gov and select rates for January 2022.

Sales Tax Rate Changes for Sales of General Merchandise				
Jurisdiction	Combined rate ending December 31, 2021	Rate Change	NEW Combined rate beginning January 1, 2022	Type of Local Tax Change
Municipalities				
Addison	8.00%	+0.25%	8.25%	Home Rule
Arcola				
• Downtown and I-57 Business District	7.75%	+1.00%	8.75%	Business District
• Outside Business District	7.75%	No change	7.75%	
Aurora (DuPage County)				
• Aurora Business District No. 1	8.50%	0.25%	8.75%	Business District
• Outside Business District	8.25%	No change	8.25%	
Bradley				
• Bradley Commercial Business District	7.25%	+1.00%	8.25%	Business District
• State Route 50/Larry Power Road Business District	8.25%	No change	8.25%	
• Outside Business Districts	7.25%	No change	7.25%	
Burr Ridge (Cook County)				
• Downtown Business District	9.25%	+1.00%	10.25%	Business District
• Outside Business District	9.25%	No change	9.25%	
Dongola	8.50%	+1.00%	9.50%	Non-Home Rule
Durand	7.75%	+1.00%	8.75%	Non-Home Rule
Glen Carbon				
• Center Grove Business District	8.10%	No change	8.10%	Business District
• Glen Carbon Orchard Town Center Business District	7.10%	+1.00%	8.10%	
• Route 157 Business District	8.10%	No change	8.10%	
• Outside Business Districts	7.10%	No change	7.10%	
Homer				
• Homer Business Development District No. 1	7.50%	+1.00%	8.50%	Business District
• Outside Business District	7.50%	No change	7.50%	

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Jurisdiction	Combined rate ending December 31, 2021	Rate Change	NEW Combined rate beginning January 1, 2022	Type of Local Tax Change
Municipalities				
Pana (Shelby County) <ul style="list-style-type: none"> • Pana Downtown Business District • Outside Business District 	7.25% 7.25%	+1.00% ³ No change	8.25% 7.25%	Business District
Savoy	8.00%	+1.00%	9.00% ⁴	Home Rule
Troy (inside MED) <ul style="list-style-type: none"> • Dorothy Drive Business District • Troy Business Improvement District • Troy Business District II • Troy Business District III • Troy Business District IV • Outside Business Districts 	7.85% 6.85% 7.85% 7.85% 7.85% 6.85%	No change +1.00 No change No change No change No change	7.85% 7.85% 7.85% 7.85% 7.85% 6.85%	Business District
Troy (outside MED) <ul style="list-style-type: none"> • Troy Business Improvement District • Outside Business Districts 	6.60% 6.60%	+1.00% No change	7.60% 6.60%	Business District

³ The Pana Downtown Business District rate remains the same, however the District was amended to include additional locations that are subject to the 1.00% Business District Tax.

⁴ By referendum, Savoy will no longer be a non-home rule municipality and will now be a home rule municipality. For this reason, the previous 0.5% non-home rule municipal retailers' occupation tax has been repealed and a 1.5% home rule municipal retailers' occupation tax has been imposed. This brings the total rate to 9% (8% - 0.5% + 1.5% = 9%).