



# informational

## Bulletin

David Harris, Director

## Sales Tax Rate Change Summary, Effective July 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 **July 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

These local sales taxes are referred to in this bulletin as “locally imposed sales tax.”

You must begin collecting and remitting the tax at the updated rate beginning on July 1, 2022. 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://mytax.illinois.gov) at [mytax.illinois.gov](https://mytax.illinois.gov) and select rates for July 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 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)

### For information or forms

Visit our website at:  
[tax.illinois.gov](https://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

**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 July 1, 2022. To verify the new combined sales tax rate (*i.e.*, state and local sales taxes), go to the [MyTax Illinois Tax Rate Finder](http://mytax.illinois.gov) at [mytax.illinois.gov](http://mytax.illinois.gov) and select a location and its rates for July 2022.

**How do I know if a business district sales tax applies?**

If the retailer’s or serviceperson’s address (for origin-based sales) or the customer’s address (for destination-based sales) is located in a business district, then business district sales tax applies to the sales. Refer to our [MyTax Illinois Tax Rate Finder](http://mytax.illinois.gov) at [mytax.illinois.gov](http://mytax.illinois.gov) for a list of addresses and select a location and its rates for July 2022.

**Note:** Sales into locations in Illinois by remote retailers and marketplace facilitators are affected by these rate changes. For more information, please see the [Leveling the Playing Field for Illinois Retail Resource Page](#) and the web page for [destination-based sales assistance effective January 1, 2021](#).

Sales Tax Rate Changes for Sales of General Merchandise				
Jurisdiction	Combined rate ending June 30, 2021	Rate Change	NEW Combined rate beginning July 1, 2022	Type of Local Tax Change
<b>Municipalities</b>				
Algonquin (Kane County)	7.75%	+0.25%	8.00%	Home Rule
Algonquin (McHenry County)	7.75%	+0.25%	8.00%	Home Rule
<b>Canton</b>				
• Canton Business Development District No. 1	8.75%	1.00%	9.75%	Business District
• Outside Business District	8.75%	No change	8.75%	
<b>Granite City</b>				
• Bellemore Village Business District	9.35%	No change	9.35%	Business District
• Nameoki Road Business District	8.35%	+1.00%	9.35%	
• Nameoki Village Business District	9.10%	No change	9.10%	
• Outside Business Districts	8.35%	No change	8.35%	
<b>Matteson (Cook County)</b>				
• Auto Mall Business Development District	10.00%	No change	10.00%	Business District
• Lincoln/Governors Highway Corridor Bus Dev Dist	10.00%	No change	10.00%	
• Lincoln Highway/Cicero Business District	10.00%	No change	10.00%	
• Matteson Gateway Business Development District	10.00%	No change	10.00%	
• Route 30 and Harlem Business District	9.00%	+1.00%	10.00%	
• Outside Business Districts	9.00%	No change	9.00%	
<b>Norridge</b>				
• The Village of Norridge Business District No. 1	10.50%	+1.00%	11.50%	Business District
• Outside Business Districts	10.50%	No change	10.50%	

Jurisdiction	Combined rate ending June 30, 2021	Rate Change	NEW Combined rate beginning July 1, 2022	Type of Local Tax Change
<b>Municipalities</b>				
<b>O'Fallon</b>				
• Central Park/Green Mount Business District	8.85%	+0.50%	9.35%	Home Rule
• Regency Park Business District	8.85%	+0.50%	9.35%	
• Route 50/Scott-Troy Road Business District	8.85%	+0.50%	9.35%	
• W Highway 50/Cambridge Boulevard Business District	8.85%	+0.50%	9.35%	
• Outside Business Districts	7.85%	+0.50%	8.35%	
<b>Peoria</b>				
• Hospitality Improvement Zone Business District	10.00%	No change	10.00%	Business District
• Peoria-Keller Station Business Development District	9.00%	+1.00%	10.00%	
• Outside Business Districts	9.00%	No change	9.00%	
<b>Skokie</b>				
• Old Orchard Center Business District	10.25%	+1.00%	11.25%	Business District
• Outside Business District	10.25%	No change	10.25%	
<b>Sterling</b>				
• Lincoln Highway Business District	8.25%	+1.00%	9.25%	Business District
• Outside Business District	8.25%	No change	8.25%	
<b>Washington</b>	8.50%	+0.50%	9.00%	Home Rule
<b>Westville</b>				
• Westville Business District	6.50%	+1.00%	7.50%	Business District
• Outside Business District	6.50%	No change	6.50%	