



*i*nformational

Bulletin

Constance Beard, 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, 2017

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, 2017**, 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:

- home rule sales tax
- business district 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, 2017, 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 2017.

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.

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, 2017. 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 2017 on the **Tax Rate Database**.

Sales Tax Rate Changes for Sales of General Merchandise				
Jurisdiction	Combined rate ending December 31, 2016	Rate Change	NEW Combined rate beginning as of January 1, 2017	Type of Local Tax
Municipalities				
Belleville (St. Clair County) Inside 6401 West Main Street Marketplace Business District	8.10%	+1.00%	9.10%	Business District
Centralia (Clinton County) Inside Jolliff Bridge Business District	6.25%	+1.00%	7.25%	Business District
Collinsville (Madison County) Inside Southwest Corridors Business District	8.10%	+1.00%	9.10%	Business District
Collinsville (St. Clair County) Inside Southwest Corridors Business District	8.60%	+1.00%	9.60%	Business District
Columbia (Monroe County) Inside Main St. Abbey Business District	7.50%	+1.00%	8.50%	Business District
Danville (Vermilion County)	8.75%	+0.50%	9.25%	Home Rule
East Dundee (Kane County) Inside Christina Drive Business Development District	9.50%	+0.25%	9.75%	Business District
Effingham (Effingham County) Inside Triangle Business District	6.50%	+1.00%	7.50%	Business District
Energy (Williamson County) Inside Energy Business District	7.25%	+1.00%	8.25%	Business District
Granville (Putnam County) Inside Granville Business District	6.25%	+1.00%	7.25%	Business District
Heyworth (McLean County) Inside Heyworth Business Development District No. 1	6.25%	+1.00%	7.25%	Business District

Sales Tax Rate Changes for Sales of General Merchandise				
Jurisdiction	Combined rate ending December 31, 2016	Rate Change	NEW Combined rate beginning as of January 1, 2017	Type of Local Tax
Hillsboro (Montgomery County) Inside Hillsboro Business District	6.25%	+1.00%	7.25%	Business District
Lake Villa (Lake County) Inside Lake Villa Downtown Business District	7.00%	+1.00%	8.00%	Business District
Maroa (Macon County) Inside Maroa Business District	7.50%	+1.00%	8.50%	Business District
Nokomis (Montgomery County) Inside Nokomis Business District	6.25%	+1.00%	7.25%	Business District
O'Fallon (St. Clair County) Inside Route 50/Scott-Troy Road Business District	7.85%	+1.00%	8.85%	Business District
Peoria Heights (Peoria County) Inside Peoria Heights Business Development District No. 1	8.25%	+1.00%	9.25%	Business District
Ramsey (Fayette County) Inside Ramsey Business District	6.25%	+0.50%	6.75%	Business District
Salem (Marion County) Inside Main/I-57 Business District	7.50%	+1.00%	8.50%	Business District
Troy (Madison County) Inside Troy Business District II	6.85%	+1.00%	7.85%	Business District
Willowbrook (DuPage County) Inside Illinois Route 83/Plainfield Road Business District	7.00%	+1.00%	8.00%	Business District