



informational

Bulletin

David Harris, Director

Sales Tax Rate Change Summary, Effective July 1, 2023

**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, 2023**, 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; and
- 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 July 1, 2023, 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://mytax.illinois.gov) at mytax.illinois.gov and select rates for July 2023.

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.

¹ 86 Ill. Adm. Code 130.310 and 130.311.

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

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.

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, 2023. 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 and select rates for July 2023.

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

Generally, your business address determines whether business district sales tax applies to your sales. Refer to our [MyTax Illinois Tax Rate Finder](https://mytax.illinois.gov) at mytax.illinois.gov for a list of addresses.

Sales made by remote retailers who meet a tax remittance threshold are subject to business district sales taxes if the property is shipped or delivered to an address in the business district.³ Sales made over the marketplace by marketplace facilitators who meet a tax remittance threshold are subject to business district sales tax as follows: sales made on behalf of marketplace sellers are subject to business district sales taxes if the property is shipped or delivered to an address in the business district;⁴ a marketplace facilitator's own sales (or sales for which the marketplace seller is not identified) are subject to business district sales tax if the inventory is shipped from an address in the business district or the selling activities otherwise occur at an address in the business district;⁵ and a marketplace facilitator's own sales (or sales for which the marketplace seller is not identified) that are not fulfilled from inventory in Illinois and for which selling is not engaged in at any location in Illinois are subject to business district sales tax if the property is shipped or delivered to an address in the business district.⁵

To verify a tax rate or business district address, go to the [MyTax Illinois Tax Rate Finder](https://mytax.illinois.gov) at mytax.illinois.gov and select rates for July 2023.

Sales Tax Rate Changes for Sales of General Merchandise				
Jurisdiction	Combined rate ending June 30, 2023	Rate Change	NEW Combined rate beginning July 1, 2023	Type of Local Tax Change
Municipalities				
Athens				
• Athens Business District	8.25%	+0.50%	8.75%	Business District
• Outside Business District	8.25%	No change	8.25%	
Barrington (Cook County)	9.00%	+1.00%	10.00%	Home Rule
Barrington (Lake County)	7.00%	+1.00%	8.00%	Home Rule

² 86 Ill. Adm. Code 130.101(b)

³ 86 Ill. Adm. Code 131.110(b)

⁴ 86 Ill. Adm. Code 131.130(f)

⁵ 86 Ill. Adm. Code 131.130(g)

Jurisdiction	Combined rate ending June 30, 2023	Rate Change	NEW Combined rate beginning July 1, 2023	Type of Local Tax Change
Municipalities (list continued from previous page)				
Belleville - Carlyle/Green Mount Business District - Frank Scott Parkway Business District - The Parkway North Business District - Rt 15/South Green Mount Road Business District - Rt 15 North Business District 6401 W Main Street Marketplace Business District - Shopland Plaza Business District - Outside Business Districts	9.10% 9.10% 9.10% 9.10% 9.10% 9.10% 8.10%	No change No change No change -1.00% No change No change No change No change	9.10% 9.10% 9.10% 8.10% 9.10% 9.10% 9.10% 8.10%	Business District
Casey (Clark County) - Casey Business District - Outside Business District	7.25% 7.25%	+1.00% No change	8.25% No change	Business District
Galesburg	8.75%	+0.25%	9.00%	Home Rule
Glen Carbon - Meridian Plaza Business District - Troy Road/Route 159 Business District - Route 157 Business District - Center Grove Business District - Glen Carbon Orchard Town Center Business District - Outside Business Districts	7.10% 7.10% 8.10% 8.10% 8.10% 7.10%	+1.00% No change No change No change No change No change	8.10% 7.10% 8.10% 8.10% 8.10% 7.10%	Business District
Highland - Highland Business District A - Highland Business District B - Highland Business District C - Outside Business Districts	8.35% 7.85% 8.35% 7.85%	+0.50% No change -0.50% No change	8.85% 7.85% 7.85% 7.85%	Business District
Lena	6.75%	+1.00%	7.75%	Non-Home Rule
Lexington	6.75%	+0.50%	7.25%	Non-Home Rule
McLean - McLean Business District - Outside Business District	6.75% 6.75%	+1.00% No change	7.75% 6.75%	Business District
Murphysboro - Murphysboro Route 13/127 Business District - Outside Business District	9.25% 9.25%	+0.50% No change	9.75% 9.25%	Business District

Jurisdiction	Combined rate ending June 30, 2023	Rate Change	NEW Combined rate beginning July 1, 2023	Type of Local Tax Change
Municipalities (list continued from previous page)				
Naperville				
• Heinen Business District	7.75%	+0.50%	8.25%	Business District
• Block 59 Business District	7.75%	+1.00%	8.75%	
• Outside Business Districts	7.75%	No change	7.75%	
Pontoon Beach				
• Lincoln Logistics Center Business District	6.85%	+1.00%	7.85%	Business District
• Outside Business District	6.85%	No change	6.85%	
Staunton				
• Staunton Business District	7.25%	+1.00%	8.25%	Business District
• Outside Business District	7.25%	No change	7.25%	
St. Charles (DuPage)	8.00%	+0.50%	8.50%	Home Rule
St. Charles (Kane)	8.00%	+0.50%	8.50%	Home Rule
Winfield	7.50%	+0.25%	7.75%	Non-Home Rule