



Local Governments' Guide to Tax Allocations

Breakdown of Tax Rates

What is the tax allocation breakdown of the state rate for Retailers' Occupation Tax and Service Occupation Tax?

General merchandise: 6.25 percent

A tax allocation breakdown of the 6.25 percent state rate for Retailers' Occupation Tax and Service Occupation Tax follows:

5 percent: state portion (equivalent to 80 percent of tax collections)

1 percent: local portion (equivalent to 16 percent of tax collections)

0.25 percent: county* portion (equivalent to 4 percent of tax collections)

Titled or registered items: 6.25 percent

A tax allocation breakdown of the 6.25 percent state rate for Retailers' Occupation Tax and Service Occupation Tax follows:

5 percent: state portion (equivalent to 80 percent of tax collections)

1 percent: local portion (equivalent to 16 percent of tax collections)

0.25 percent: county* portion (equivalent to 4 percent of tax collections)

Qualifying food, drug, and medical appliances**: 1 percent

A tax allocation breakdown of the 1 percent state rate for Retailers' Occupation Tax and Service Occupation Tax follows:

1 percent: local portion (equivalent to 100 percent of tax collections)

What is the tax allocation breakdown of the state rate for Use Tax

General merchandise: 6.25 percent

A tax allocation breakdown of the 6.25 percent state rate for Use Tax follows:

5 percent: state portion (equivalent to 80 percent of tax collections)

1.25 percent: State and Local Sales Tax Reform Fund
(equivalent to 20 percent of tax collections)

Titled or registered items: 6.25 percent

A tax allocation breakdown of the 6.25 percent state rate for Use Tax follows:

5 percent: state portion (equivalent to 80 percent of tax collections)

1 percent: local portion (equivalent to 16 percent of tax collections)

0.25 percent: county* portion (equivalent to 4 percent of tax collections)

Qualifying food, drug, and medical appliances**: 1 percent

A tax allocation breakdown of the 1 percent state rate for Use Tax follows:

1 percent: State and Local Sales Tax Reform Fund
(equivalent to 100 percent of tax collections)

Can additional tax rates be combined with the state rate?

Yes. Actual tax rates throughout the state vary because, in addition to state taxes, the local taxing bodies listed below have imposed their own taxes.

Local rate: Regional Transportation Authority (RTA)

Imposed within Cook County:

General merchandise: 0.75 percent

Titled or registered items: 0.75 percent

Qualifying food, drugs, and medical appliances**: 1 percent

* In Cook County, this portion of tax collections is allocated to the RTA, rather than to the county.

** 86 Ill. Adm. Code 130.310



Breakdown of Tax Rates

Can additional tax rates be combined with the state rate? (cont.)

RTA (cont.)

Imposed in the collar counties of DuPage, Kane, Lake, McHenry, and Will:

General merchandise: 0.25 percent

Titled and registered items: 0.25 percent

Qualifying food, drugs, and medical appliances**: 0.25 percent

Local rate: Metro-East Transit District (MED)

Imposed in certain townships in Madison County

General merchandise: 0.25 percent

Titled and registered items: 0.25 percent

Qualifying food, drugs, and medical appliances**: 0.25 percent

Imposed in certain townships in St. Clair County

General merchandise: 0.75 percent

Titled and registered items: ***0.25 percent

Qualifying food, drugs, and medical appliances**: 0.75 percent

Local rate: DuPage County Water Commission (CWCT)

Imposed in all of unincorporated DuPage County and all municipalities served by the Water Commission District

General merchandise: 0.25 percent

Titled or registered items: 0.25 percent

Qualifying food, drugs, and medical appliances**: Does not apply

Local rate: Units of Local Government that Impose Home Rule, Non-home Rule, or County Public Safety Tax

Imposed by ordinance at the local level and administered by the state

General merchandise:

imposed in increments of 0.25 percent with no maximum rate limit for the home rule or county public safety tax and a 1 percent limit for the non-home rule tax

Titled and registered items: Does not apply

Qualifying food, drugs, and medical appliances**: Does not apply

Local rate: Units of Local Government that Impose Metro-East Park and Recreation District Tax

Imposed by ordinance at the local level and administered by the state

General merchandise: Imposed in increments of 0.10 percent

Titled and registered items: Does not apply

Qualifying food, drugs, and medical appliances**: Does not apply

Local rate: Municipalities that Impose a Business District Tax

Imposed by ordinance at the local level and administered by the state

General merchandise: Imposed in increments of 0.25 percent with a 1.00 percent rate limit

Titled and registered items: Does not apply

Qualifying food, drugs, and medical appliances**: Does not apply

** 86 Ill. Adm. Code 130.310

*** The Metro-East Mass Transit District imposes an additional fee of 0.50 percent or \$20, whichever is less, on vehicle sales for the MED townships in St. Clair County. For more information, see Informational Bulletin FY 2004-23.