

## Illinois Use Tax

In an effort to remind or inform Illinois residents of their Use Tax (UT) obligation\*\* the Illinois Department of Revenue is asking all Illinois taxpayers to declare and pay Use Tax\*, as part of their IL-1040, on any;

- 1]** Merchandise purchased over the internet or via mail order for which there was no Illinois sales tax paid to the seller (i.e Amazon.com). Tax rate 6.25%.
- 2]** Medicines purchased over the internet or via mail order for which there was no Illinois sales tax paid to seller (i.e. mail order prescriptions). Tax rate 1%
- 3]** Merchandise purchased out of state for use within Illinois if the buyer paid less than 6.25% sales tax to the seller. Tax due is 6.25% less the rate paid to other state.

To determine the Illinois Use Tax you owe, check your records to see if you were charged tax on internet, mail order, or other out-of-state purchases and use the UT worksheet (below) to calculate your tax. If your records are incomplete and you had major purchases, add the actual cost of your major purchases to the estimated cost of any other purchases you made during the year. If you had no major purchases, use the UT table to help you estimate the use tax you owe.

The Illinois Department of Revenue professes to be getting information from third parties regarding out-of-state purchases from Illinois residents.

Below please put your purchases (total for year), if any, per applicable category. If none, put \$-0-.

Merchandise w/no tax paid? \$ \_\_\_\_\_

Medicine w/no tax paid? \$ \_\_\_\_\_

Out-of-state merchandise, non-Illinois tax paid? \$ \_\_\_\_\_

Tax paid to other state? \$ \_\_\_\_\_

\_\_\_\_\_ **Check here if you opt to use the Illinois table (back page).**

\_\_\_\_\_ **I am electing to or am required to file form ST-44 and will do so by 4/15.**

The above information is correct and true to the best of my knowledge.

\_\_\_\_\_ Date \_\_\_\_\_

Taxpayer

\*\* Illinois requires that tax be paid on any/all purchases of tangible property, including food and medicine that is used or consumed in Illinois. If not paid to the seller (Illinois sales tax), you are required to self assess the tax (Use Tax). Traditionally this tax is reported on form ST-44 and is due and payable April 15<sup>th</sup> each year.

### Illinois Use Tax (UT) Table

used in the absence of detailed records/receipts

AGI from IL-1040 Line 1	Use Tax	Merchandise Cost Equivalent
\$0-\$10,000	\$3	\$48
\$10,001-\$20,000	\$9	\$144
\$20,001-\$30,000	\$15	\$240
\$30,001-40,000	\$21	\$336
\$40,001-\$50,000	\$27	\$432
\$50,001-\$75,000	\$38	\$608
\$75,001-\$100,000	\$52	\$832
Over \$100,000 x.06%		

### Extension table for exact purchase amounts

To be used with detailed records/receipts and or reasonable estimates

Purchase amount	Use tax @ 6.25%	Use tax @ 1% (medicine)
\$50	\$3	\$1
\$100	\$6	\$1
\$200	\$13	\$2
\$300	\$19	\$3
\$400	\$25	\$4
\$500	\$31	\$5
\$600	\$38	\$6
\$700	\$44	\$7
\$800	\$50	\$8
\$900	\$56	\$9
\$1,000	\$63	\$10
over \$1,000 x applicable rate		