

Compliance Alert -

Proper Procedures for Collecting Local Grocery Tax on Sales of Grocery Items on and after January 1, 2026

January 2026

Compliance Problem

The Illinois Department of Revenue (IDOR) is aware that some registered retailers are not collecting sales tax on certain grocery sales made on or after January 1, 2026, when:

- the sales occur in a municipality or county where the local government has imposed a one-percent (1%) grocery tax, or
- the sales are destination-based to those municipalities or counties.

Retailers are responsible for verifying whether the municipality, **or** the county, if they make sales in an unincorporated area of the county, has imposed a local grocery tax.

Solution

Retailers making sales within the corporate boundaries of a municipality that has imposed a local grocery tax and retailers making sales within the unincorporated areas of a county that has imposed a local grocery tax must adjust their cash register and any computer program so that the one-percent (1%) sales tax for grocery sales will be collected and then remitted to IDOR on Form ST-1, Sales and Use Tax and E911 Surcharge Return, and, if applicable, Form ST-2, Multiple Site Form.

The chart on the next page outlines each municipality or county where the local government has imposed a one-percent (1%) grocery tax collected by IDOR, effective January 1, 2026. To verify your combined tax rate (which includes State and local sales taxes), go to the **MyTax Illinois Tax Rate Finder** at mytax.illinois.gov and select rates for January 2026.

Retailers are responsible for remitting the one-percent (1%) sales tax for grocery sales to IDOR even if the tax was not collected from their customers.

Retailers should review their sales records to ensure they are meeting their tax collection, remittance, and reporting requirements. Retailers that do not comply with the proper tax collection and remittance requirements may face additional penalties and interest and may be subject to audit.

Background

Effective January 1, 2026, the State of Illinois eliminated the one-percent (1%) sales tax on grocery sales. This change in law also authorized municipalities and counties to impose a local grocery tax rate of exactly one-percent (1%) by ordinance. See **Public Act 103-0781**.

Questions

If you have questions regarding this compliance alert, see IDOR's website at tax.illinois.gov or scan the QR code below to view:

- **FY Bulletin 2026-03, Illinois Grocery Tax Changes Effective January 1, 2026,**
- **FY Bulletin 2026-11, Municipal and County Grocery Occupation Tax Rate Changes, Effective January 1, 2026,**
- **PIO-115, Tax Rate Information for Retail Sales of Food and Medicine,**
- **PIO-119, Grocery Receipts Reporting on Form ST-1 and Form ST-2 Chart, and**
- **Form ST-1 and Form ST-2 Instructions.**



The content of this Compliance Alert is informational only and does not take the place of statutes, rules and regulations, and court decisions.

Municipalities and Counties that have Imposed a One-percent (1%) Grocery Tax Effective January 1, 2026

Abingdon	Blandinsville	Carrollton	Cuba	Energy	Grafton	
Albany	Bloomington	Carterville	Cullom	Erie	Grand Ridge	Illiopolis
Albers	Bloomington	Cary	Cutler	Eureka	Grandview	Ina
Aledo	Blue Island	Caseyville		Evanston	Grant Park	Indian Head Park
Algonquin	Blue Mound	Catlin	Dallas City	Evergreen Park	Grayslake	Industry
Alsip	Bluffs	Central City	Dalzell		Green Valley	Irvington
Altamont	Bluford	Centralia	Danvers	Fairbury	Greenfield	Island Lake
Alton	Bolingbrook	Cerro Gordo	Danville	Fairfield	Greenup	Itasca
Altona	Bourbonnais	Chandlerville	Davis Junction	Fairview Heights	Greenville	Iuka
Amboy	Braceville	Channahon	De Pue	Farina	Greenville	
Andalusia	Bradley	Chapin	Decatur	Farmer City	Griggsville	Jacksonville
Anna	Braidwood	Charleston	Deer Creek	Fisher		Jerome
Annapolis	Breese	Chatham	Deer Park	Flora	Hainesville	Jerseyville
Antioch	Bridgeview	Chatsworth	Deerfield	Flossmoor	Hamel	Johnsburg
Arcola	Brighton	Chebanse	DeKalb	Ford Heights	Hampshire	Johnston City
Arenzville	Brimfield	Chenoa	Des Plaines	Forest Park	Hanna City	Joliet
Argenta	Broadview	Chester	DeSoto	Forest View	Hanover	Jonesboro
Arlington Heights	Brookfield	Chicago Heights	Diamond	Forrest	Hanover Park	Justice
Arthur	Brookport	Chicago Ridge	Dixon	Forreston	Hardin	
Ashley	Browning	Chillicothe	Dolton	Forsyth	Harrisburg	Kankakee
Assumption	Brownstown	Chrisman	Dongola	Fox River Grove	Harristown	Kewanee
Athens	Buffalo	Christopher	Donnellson	Frankfort	Harvard	Kildeer
Atkinson	Buffalo Grove	Cicero	Dowell	Franklin	Harvey	Kincaid
Auburn	Bull Valley	Cisne	Downers Grove	Franklin Park	Harwood Heights	Knoxville
Augusta	Buncombe	Cissna Park	Downs	Freeburg	Havana	
Aurora	Bunker Hill	Clarendon Hills	Du Quoin	Freeport	Hawthorn Woods	La Grange
Avon	Burbank	Clay City	Dunlap		Hazel Crest	La Grange Park
	Burlington	Clifton	Dupo	Galena	Hebron	La Salle
Baldwin	Burnham	Clinton	Durand	Galva	Hecker	Lacon
Bannockburn	Bushnell	Coal Valley	Dwight	Gardner	Hennepin	Ladd
Barrington	Byron	Cobden		Geneseo	Herrin	Lake Barrington
Barry		Coffeen	Earlville	Geneva	Herschler	Lake Forest
Bartonville	Cahokia Heights	Colchester	East Alton	Genoa	Heyworth	Lake in the Hills
Batavia	Cairo	Colfax	East Dundee	Georgetown	Hickory Hills	Lake Zurich
Beardstown	Calumet City	Collinsville	East Moline	Gibson City	Highland	Lakemoor
Beckemeyer	Calumet Park	Colona	East Peoria	Gilberts	Highland Park	Lanark
Bedford Park	Campbell Hill	Colp	East Saint Louis	Gilman	Highwood	Lansing
Beecher	Campton Hills	Columbia	Edwardsville	Girard	Hillsboro	Lawrenceville
Belleville	Canton	Cooksville	El Paso	Glen Carbon	Hillside	Le Roy
Bellevue	Capron	Cornell	Elburn	Glen Ellyn	Hinsdale	Leaf River
Bellwood	Carbon Hill	Coulterville	Eldorado	Glencoe	Hodgkins	Lebanon
Bement	Carbondale	Countryside Hills	Elgin	Glendale Heights	Hoffman	Leland
Berkeley	Carlinville	Countryside	Elizabeth	Glenview	Hoffman Estates	Lemont
Berwyn	Carlyle	Crest Hill	Elk Grove Village	Glenwood	Homer Glen	Lena
Bethalto	Carmi	Crestwood	Elkville	Golconda	Homewood	Lewistown
Bethany	Carol Stream	Crete	Elmhurst	Golden	Hoopeston	Lexington
Biggsville	Carpentersville	Creve Coeur	Elmwood	Good Hope	Hopkins Park	Liberty
Bismarck	Carrier Mills	Crystal Lake	Elmwood Park	Goodfield	Huntley	Libertyville

Lincoln	Milan	North Aurora	Percy	Round Lake	Stone Park	Washington County
Lincolnshire	Milford	North Chicago	Peru	Round Lake Beach	Streator	Waterloo
Lincolnwood	Milledgeville	North Pekin	Petersburg	Royalton	Sugar Grove	Watseka
Lindenhurst	Millstadt	North Riverside	Pinckneyville	Rushville	Sullivan	Wauconda
Litchfield	Minonk	North Utica	Pingree Grove		Summerfield	Waukegan
Livingston	Minooka	Northbrook	Pittsburg	Salem	Summit	Waverly
Lockport	Mokena	Northfield	Pittsfield	San Jose	Sun River Terrace	Wenona
Lombard	Moline	Northlake	Plainfield	Sandoval	Swansea	West City
Long Grove	Momence		Plano	Sandwich	Sycamore	West Dundee
Louisville	Monee	Oak Brook	Pleasant Plains	Sauk Village	Symerton	West Frankfort
Loves Park	Monmouth	Oak Forest	Plymouth	Savoy		West Peoria
Lovington	Montgomery	Oak Lawn	Polo	Scales Mound	Tamaroa	West Salem
Lynwood	Morris	Oak Park	Pontiac	Schaumburg	Tamms	Westchester
Lyons	Morrison	Oakbrook Terrace	Port Barrington	Schiller Park	Tampico	Western Springs
Machesney Park	Morrisonville	Oakwood	Posen	Schram City	Taylorville	Westmont
Mackinaw	Morton	Oblong	Prairie Grove	Seneca	Third Lake	Westville
Macomb	Morton Grove	Odell	Princeton	Sesser	Thomasboro	Wheaton
Macon	Moultrie County	Odin	Princeville	Shabbona	Thomson	Wheeling
Magnolia	Mound City	O'Fallon	Prophetstown	Shannon	Thornton	White Hall
Mahomet	Mounds	Ogden	Prospect Heights	Shawneetown	Tilden	Williamsfield
Malta	Mount Carroll	Ohio		Shelbyville	Tilton	Williamsville
Manchester	Mount Clare	Okawville	Quincy	Sheridan	Tinley Park	Willisville
Manhattan	Mount Morris	Olmstead		Sherman	Toledo	Willowbrook
Manteno	Mount Olive	Olney	Ramsey	Shiloh	Toluca	Wilmette
Mapleton	Mount Prospect	Olympia Fields	Rankin	Shipman	Toulon	Wilmington
Marengo	Mount Sterling	Oneida	Rantoul	Shorewood	Tremont	Wilsonville
Marion	Mount Vernon	Orangeville	Rapids City	Silvis	Trenton	Windsor
Marissa	Mount Zion	Oregon	Raymond	Skokie	Tuscola	Winfield
Markham	Moweaqua	Orion	Red Bud	Smithton		Winnebago
Marquette Heights	Mulberry Grove	Orland Hills	Richton Park	South Barrington	Urbana	Winnetka
Martinsville	Murphysboro	Orland Park	Ridge Farm	South Beloit		Winthrop Harbor
Maryville		Oswego	Ringwood	South Chicago Heights	Valier	Witt
Mascoutah	Naperville		River Forest	South Elgin	Valmeyer	Wonder Lake
Mason City	Nashville	Palatine	River Grove	South Holland	Vandalia	Wood River
Matteson	Nauvoo	Palestine	Riverdale	South Wilmington	Varna	Woodridge
Mattoon	Nebo	Palmyra	Riverton	Southern View	Venice	Woodson
Mazon	Neoga	Palos Heights	Roanoke	Sparta	Vernon Hills	Woodstock
McCullom Lake	Neponset	Palos Hills	Robbins	Spring Grove	Vienna	Worden
McHenry	New Athens	Palos Park	Roberts	Spring Valley	Villa Grove	Worth
McLeansboro	New Baden	Pana	Robinson	St Anne	Villa Park	Wyoming
McNabb	New Berlin	Paris	Rock Falls	St. Charles	Viola	
Mechanicsburg	New Lenox	Park City	Rock Island	St. Joseph	Viriden	Yates City
Melrose Park	New Milford	Park Forest	Rockdale	St Rose	Virginia	Yorkville
Melvin	Newark	Park Ridge	Rockford	Staunton	Volo	
Mendota	Newton	Patoka	Rockton	Steeleville		Zeigler
Meredosia	Niles	Pawnee	Rolling Meadows	Steger	Wabash County	Zion
Merrionette Park	Noble	Pecatonica	Romeoville	Sterling	Walnut	
Metamora	Nokomis	Pekin	Roodhouse	Stickney	Warren	
Metropolis	Normal	Peoria	Roselle	Stillman Valley	Warrensburg	
Midlothian	Norridge	Peotone	Rosiclare	Stockton	Washington	