

ILLINOIS/MISSOURI STATE TAX COMPARISON

	ILLINOIS	MISSOURI
CORPORATE INCOME TAX		
Tax Rate	7.3%	6.3%
Rate Structure (Flat or Top Progressive)	Flat	Flat
Based on Federal Income	Yes	Yes
Apportionment (Sales-Property-Payroll)	100-0-0	100-0-0
SALES, USE, AND UTILITY TAXES		
Rates		
General Sales Tax Rate (State)	6.25%	4.23%
Maximum Local Sales Tax Rate	3.0%	4.3%
Services (% Exempt)	96.7%	86.8%
Sales Tax Exemptions		
Manufacturing Machinery	Exempt	Exempt
Electricity	Exempt	Taxed
Natural Gas	Exempt	Taxed
Gross Receipts Taxes		
Electricity	.32 cents/kwh	N.A.
Natural Gas	2.4 cents/therm	N.A.
PROPERTY TAXES		
Effective Tax Rate for Representative Urban Industrial Property	1.18%	1.75%
Legal Assessment Ratio for Realty	33.3%	32.0%
Exemptions		
Personalty	Exempt	Taxed
Machinery	Exempt	Taxed
Inventory	Exempt	Exempt
PAYROLL TAXES		
Unemployment Insurance		
Taxable Base	\$11,000	\$11,000
New Employer UI Rate	4.2%	3.51%
Minimum UI Rate	1.10%	0.00%
Maximum UI Rate	8.90%	9.10%
Workers' Compensation Average Rate	2.65%	2.67%
PERSONAL INCOME TAXES		
Tax Rate	3.00%	6.00%
Rate Structure (Flat or Top Progressive)	Flat	Top Progressive

Illinois Notes

- 1 Corporate income tax credits: 1% ITC for mining, manufacturing, and retailing, and for newly created jobs and EDGE credit for 3% of the employees' wages.
- 2 All personal property of individuals and businesses is exempt from the property tax.
- 3 Property tax abatement up to \$4 million is available for new businesses statewide.
- 4 Additional tax incentives are available in Illinois enterprise zones.