

## Illinois Voters Rejected Graduated Income Tax Rate

### Overview

On November 3, 2020, Illinois voters voted against the ratification of a new state constitutional amendment which would have allowed the General Assembly to enact a graduated income tax rate.<sup>1</sup> If the amendment was ratified, Public Act 101-0008, signed into law on June 5, 2019 by Governor J.B. Pritzker, would have instituted a new graduated income tax structure for individual and joint filers ranging from 4.75% to 7.99% and would have raised the corporate income tax rate to 7.99%. The Illinois tax rates will remain at the current rates unless and until further legislative action is taken. The current Illinois income tax rate is 4.95% for individuals and 7% for corporations plus 2.5% personal property replacement tax for a total corporate tax rate of 9.5%.<sup>2</sup>

### Contacts

If you have questions regarding the tax matters discussed in this alert or other Illinois tax matters, please contact any of the following Deloitte professionals:

#### **Gregory Bergmann**

##### **Partner**

Deloitte Tax LLP, Chicago  
+ 1 312 486 9811

[gbergmann@deloitte.com](mailto:gbergmann@deloitte.com)

#### **Brian Walsh**

##### **Managing Director**

Deloitte Tax LLP, Chicago  
+1 312 486 3728

[briawalsh@deloitte.com](mailto:briawalsh@deloitte.com)

#### **Ashley Rogale**

##### **Senior Manager**

Deloitte Tax LLP, Chicago  
+1 312 486 3918

[arogale@deloitte.com](mailto:arogale@deloitte.com)

**For further information, visit our website at [www.deloitte.com/us/multistatetax](http://www.deloitte.com/us/multistatetax)**

**Follow [@DeloitteTax](https://twitter.com/DeloitteTax)**

This alert contains general information only and Deloitte is not, by means of this alert, rendering accounting, business, financial, investment, legal, tax, or other professional advice or services. This alert is not a substitute for such professional advice or services, nor should it be used as a basis for any decision or action that may affect your business. Before making any decision or taking any action that may affect your business, you should consult a qualified professional adviser. Deloitte shall not be responsible for any loss sustained by any person who relies on this alert.

As used in this document, "Deloitte" means Deloitte Tax LLP, a subsidiary of Deloitte LLP. Please see [www.deloitte.com/us/about](http://www.deloitte.com/us/about) for a detailed description of our legal structure. Certain services may not be available to attest clients under the rules and regulations of public accounting.

Copyright © 2020 Deloitte Development LLC. All rights reserved.

---

<sup>1</sup> Senate Joint Resolution Constitutional Amendment No. 1. A copy of the adopted resolution is available [here](#).

<sup>2</sup> 35 ILCS 5/201(b)(5.4); 35 ILCS 5/201(b)(13) and (14).