

# WISCONSIN VS ILLINOIS TAX RATES

## *A side-by-side comparison of tax rates in the State of Wisconsin and Illinois*

### WISCONSIN TAX RATES

#### Corporate Income

Base: Net Income  
Rate: 7.9%  
(plus a recycling surcharge equal to 3.00% of tax due before credits)\*  
Apportionment: 100% sales  
(effective in 2008)

#### Personal Income

Rates: 4.60% to 6.75%  
(recycling surcharge also applies to net business income of individuals at the rate of 0.2%)\*

#### Property

Base: Real property and tangible personal property (exemptions for machinery and equipment used in manufacturing; manufacturing, merchant and farm inventories; and computer hardware and software)

Statewide average rate (excluding Milwaukee County) is estimated at \$18.36 per \$1,000 of full value.  
Rate for property in Milwaukee County is estimated at \$23.00 per \$1000 of full value.

#### Sales & Use

State rate: 5.00%  
(exemptions for manufacturing equipment, manufacturing consumables, pollution control equipment, and production fuel and electricity)

Local County option: 0.50%  
Stadium Taxes: 0.10% / 0.50%  
(Metro-Milwaukee / Brown County)  
Premier Resort Tax: 0.50%  
(Bayfield, Eagle River, WI Dells area)

Combined rates: 5.00% - 5.60%

#### Unemployment Compensation

Base: \$10,500  
Rates: 0.05% - 9.80%  
New Employers: 3.25% to 3.40%  
New Construction Employers: 6.60%

### ILLINOIS TAX RATES

#### Corporate Income

Base: Net Income  
Rate: 7.3%  
(4.8% corporate tax plus a personal property replacement tax of 2.5%)  
Apportionment: 100% sales

#### Personal Income

Rates: 3%  
(S corporations, trusts, and partnerships pay an additional personal property replacement tax of 1.5% of net income)

#### Property

Base: Real property

Statewide average rate (excluding Cook County) is estimated at \$20.00 to \$30.00 per \$1,000 of full value for commercial and non-commercial property. Cook County average commercial/industrial rate is estimated at \$60.00 to \$100.00 per \$1,000 of full value.

#### Sales & Use

State rate: 6.25%  
(exemption for mfg. equipment)

Local option rate: 0.25% to 3.00%

Combined rates: 6.25% to 9.25%

Cook/DuPage County: 9.00% / 7.75%

#### Unemployment Compensation

Base: \$12,000  
Rates: 0.8% to 7.2%  
New Employers: 3.4% generally

#### City of Chicago – Additional Taxes

Employer's Expense Tax, Vehicle Fuel Tax, Telecommunications Tax, Transactions Taxes



Governor Jim Doyle, Chairman

info@forwardWI.com  
ForwardWI.com

\* Surcharge limited to maximum of \$9,800 (minimum of \$25). The surcharge is generally imposed on taxpayers engaged in trade or business with gross receipts of at least \$4,000,000 for the taxable year.

SOURCE: ALL STATES TAX HANDBOOK, 2009