



**ORDINANCE**  
**AMENDING THE CODE OF THE CITY OF CRYSTAL LAKE, ILLINOIS TO RELATING**  
**TO THE HOME RULE MUNICIPAL SERVICE RETAILERS' OCCUPATION TAX**  
**AND HOME RULE MUNICIPAL SERVICE OCCUPATION TAX**

**WHEREAS**, Article I of the City Code currently imposes a Home Rule Municipal Retailers' Occupation Tax upon all persons in the City of Crystal Lake (the "City") engaged in the business of selling tangible personal property at retail at the rate of three quarters of a percent (0.75%) of the gross receipt from such sales (the "Retailers Occupation Tax"); and

**WHEREAS**, Article I of the City Code additionally imposes a Home Rule Municipal Service Occupation Tax upon all persons in the City engaged in the business of making sales of service, at the rate three quarters of a percent (0.75%) of the selling price of all tangible personal property transferred by such servicemen as an incident to the sale of service (the "Service Occupation Tax")

**WHEREAS**, the Mayor and City Council have found and determined that it is necessary and appropriate and in the best interests of the City and its residents that the Retailers' Occupation Tax and the Service Occupation Tax each be increased to one and one-quarter percent (1.25%) in anticipation of the elimination of the State sales tax on grocery items, but with the intent of reducing the City's Retailers' Occupation Tax and the Service Occupation Tax to one percent (1%) if the grocery sales tax is not eliminated;

**NOW THEREFORE BE IT ORDAINED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF CRYSTAL LAKE THAT:**

SECTION ONE. Recitals. The foregoing recitals are incorporated as though fully set forth herein.

SECTION TWO. Amendment to Article I of Chapter 467. The title to Article I of Chapter 467 as well as the provisions of Section 467-1 are hereby amended to read as follows:

[additions are reflected by **bold** and underlined and deletions are reflected by ~~strikethroughs~~]

Article I ~~Retailers' Occupation Tax~~ **Home Rule Municipal Retailers' and Service Occupation Tax**

**§ 467-1. Home Rule Municipal Retailers' Occupation Tax and Home Rule Municipal Service Occupation Tax —~~Imposed; rate~~**

**A) Tax Imposed.** A tax is hereby imposed upon all persons engaged in the business of selling tangible personal property, other than an item of tangible personal property titled or registered with an agency of this State's government, at retail in the City of Crystal Lake at the rate of ~~three-fourths of~~ one percent and one quarter (1.25%) of the gross receipts from such sales made in the course of such business while this ordinance is in effect; and a tax is hereby imposed upon all persons engaged in the City of Crystal Lake in the business of making sales of service, at the rate of ~~three-fourths of~~ one and one quarter percent (1.25%) of the selling price of all tangible personal property transferred by such servicemen as an incident to the sale of service. ~~This~~ **The** "Home Rule Municipal Retailers' Occupation Tax" and ~~this~~ **the** "Home Rule Municipal Service Occupation Tax" **imposed by this Section** shall not be applicable to the sales of food for human consumption which is to be consumed off the premises where it is sold (other than alcoholic beverages, **food consisting of or infused with adult use cannabis**, soft drinks, and food that has been prepared for immediate consumption) and prescriptions and non-prescription medicines, drugs, **products classified as Class III medical devices by the United States Food and Drug Administration that are used for cancer treatment, pursuant to a prescription, as well as any accessories and components related to those devices, modifications to a motor vehicle for the purpose of rendering it usable by a person with a disability**, medical appliances and insulin, **blood sugar** and urine testing materials, syringes and needles used by diabetics **or such other sales of tangible personal property as may be exempt from such taxes pursuant to Sections 5/8-11-1 and 5/8-11-5 of the Illinois Municipal Code**. The imposition of ~~this~~ **these** home rule taxes is in accordance with the provisions of Sections 8-11-1 and 8-11-5, **respectively, of the Illinois Municipal Code (65 ILCS 5/8-11-1 and 5/8-11-5)**.

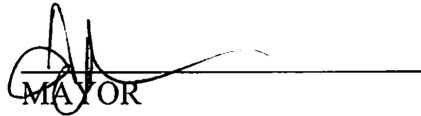
**B) Collection.** **The taxes hereby imposed, and all civil penalties that may be assessed as an incident thereto, shall be collected and enforced by the Department of Revenue of the State of Illinois. The Department of Revenue shall have full power to administer and enforce the provisions of this Section**

SECTION THREE: The Municipal Clerk is hereby directed to file a certified copy of this ordinance with the Illinois Department of Revenue on or before the first day of April 2024.

SECTION FOUR: This ordinance shall take effect on the first day of July, 2024 next following the adoption and filing of this ordinance with the Department of Revenue.

DATED at Crystal Lake, Illinois, this 19<sup>th</sup> day of March 2024.

APPROVED:

  
MAYOR

ATTEST:

Nick Kashimbas by Melaine Nohl, Deputy City Clerk  
CITY CLERK

PASSED: March 19, 2024

APPROVED: March 19, 2024

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