

# Panel 4: Revenue

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The Chicago Forum for Justice in Health Policy: Creating a New Vision for Illinois' Budget

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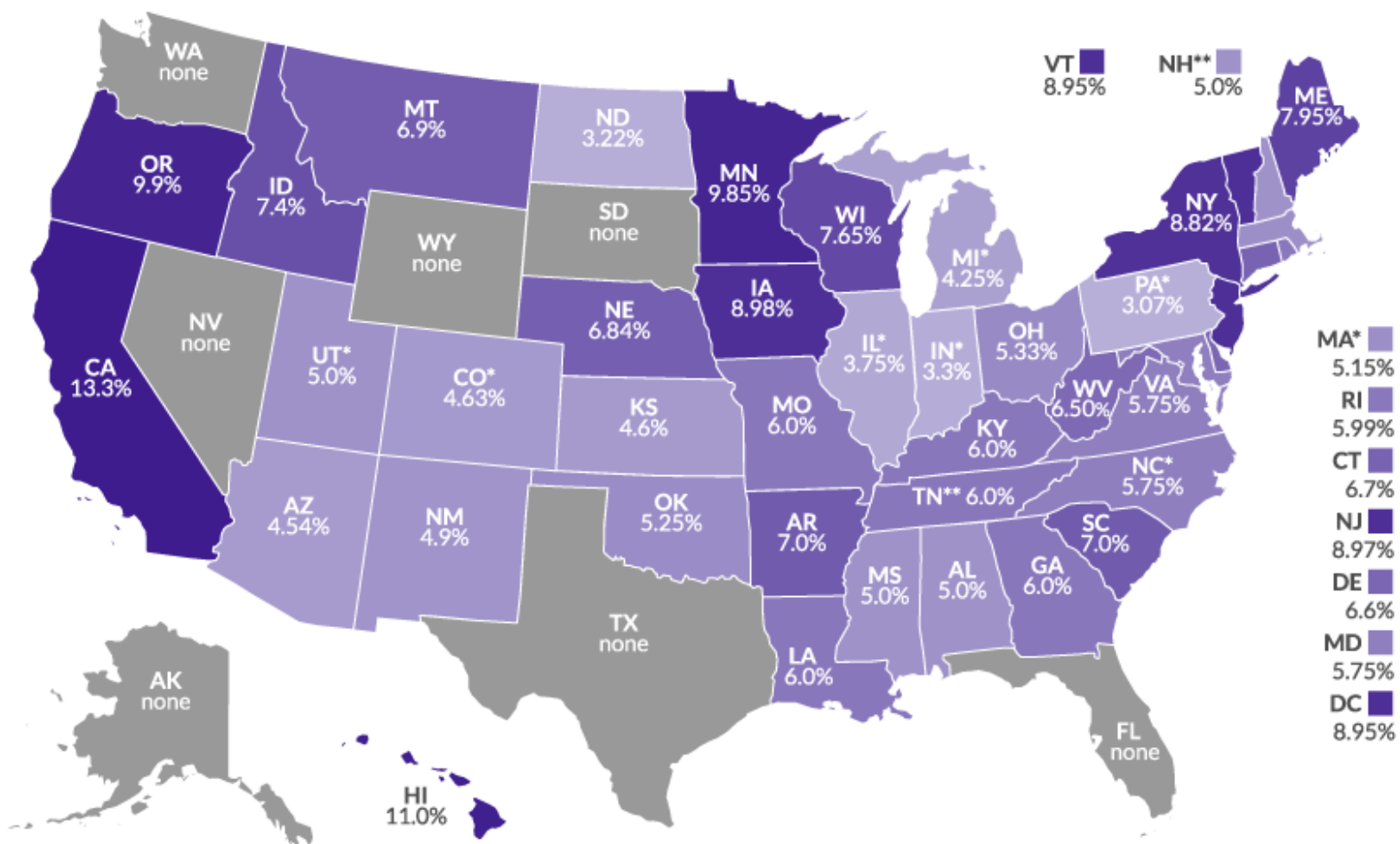
# The flawed tax system in Illinois

- Insufficient reliance on the income tax
- Failure to modernize the tax system as the economy evolves
- Questionable tax breaks
- Regressivity makes it difficult to match revenue to spending

Revenue Source Receipts (millions)	Year		
	FY 2014 Total	FY 2015 Total	FY 2016 IDOR Forecast
Individual Income Tax (All Funds)	\$18,387.7	\$17,682.0	\$14,644.0
Corporate Income Tax (All Funds)	\$3,640.0	\$3,129.1	\$2,800.0
Sales Tax (GRFs)	\$7,675.4	\$8,030.2	\$8,204.0
Public Utilities (GRFs)	\$1,013.3	\$1,005.4	\$1,008.0
Telecommunications	\$422.3	\$434.2	\$435.0
Electricity	\$402.5	\$393.1	\$405.0
Gas	\$188.4	\$178.2	\$168.0
Estate Tax (GRF)	\$276.5	\$333.3	\$275.0
Cigarette (All Funds)	\$823.8	\$825.2	\$803.0
Tobacco Products	\$36.0	\$36.8	\$42.0
Regular Motor Fuel Tax	\$1,157.0	\$1,171.0	\$1,187.0
Motor Fuel - IFTA	\$66.2	\$51.3	\$65.0
Underground Storage Tank	\$70.5	\$70.7	\$72.0
Liquor (GRF)	\$164.5	\$166.8	\$168.0
Insurance Tax (GRF)	\$332.6	\$353.4	\$340.0
Corp. Franchise Tax (GRF)	\$202.6	\$211.0	\$201.0
Real Estate Transfer Tax	\$56.5	\$66.1	\$70.0
Private Vehicle Use Tax (GRF)	\$28.9	\$31.9	\$29.0
Hotel Tax (All Funds)	\$227.2	\$256.7	\$250.0

# How High Are Income Tax Rates in Your State?

Top State Marginal Individual Income Tax Rates in 2015 (as of Apr 15, 2015)



**Note:** Map shows top marginal rates: the maximum statutory rate in each state. It represents the statutory tax rate on the last dollar of income earned for the highest income individuals in that state. It is not an effective marginal tax rate, which would include the effects of phase-outs of various tax preferences. Local income taxes are not included.

**Source:** State tax forms and instructions; *Facts & Figures 2015: How Does Your State Compare?*

Top Marginal Individual Income Tax Rate



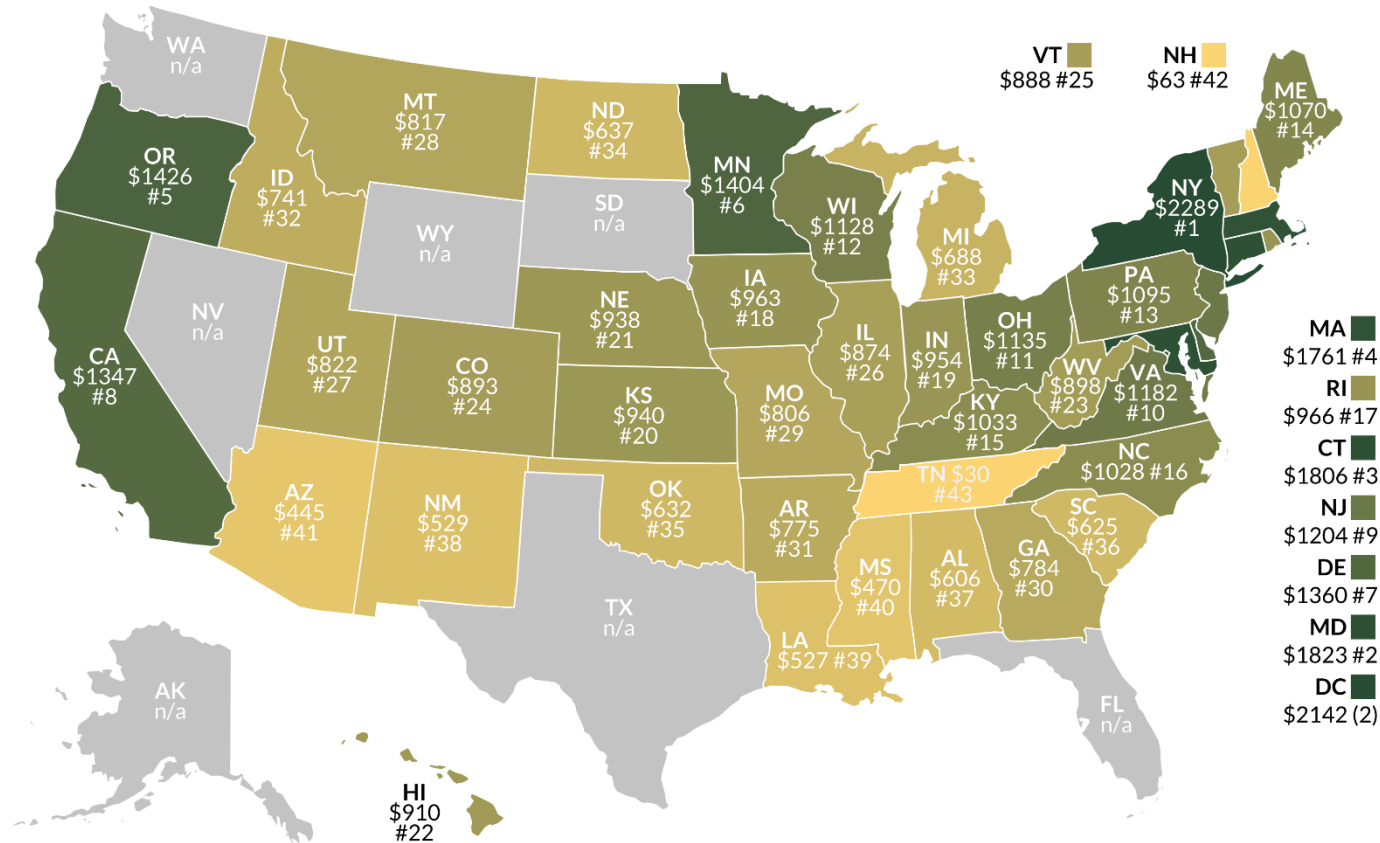
Lower Rate

Higher Rate

\* State has a flat income tax

\*\* State also only taxes interest and dividends income

# State and Local Individual Income Tax Collections Per Capita



**Note:**  
 TN and NH do not tax wage income but do tax interest and dividend income. AK, FL, NV, SD, TX, WA, and WY have no individual income tax.  
 Data is for FY 2011. Published May 7, 2014.

**Source:**  
 Tax Foundation calculations of U.S. Census Bureau data.



[taxfoundation.org/maps](http://taxfoundation.org/maps)