

ORDINANCE

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CHICAGO:

SECTION 1. Title 3 of the Municipal Code of Chicago is hereby amended by adding a new Chapter 3-36, as follows:

CHAPTER 3-36 CHICAGO GROCERY OCCUPATION TAX

3-36-010 Title.

This chapter shall be known and may be cited as the "Chicago Grocery Occupation Tax Ordinance". The taxes imposed by this chapter shall be known as the "Chicago Grocery Retailers' Occupation Tax" and the "Chicago Grocery Service Occupation Tax".

3-36-020 Definitions.

The following definition shall apply for purposes of this chapter:

"Groceries" has the meaning ascribed to that term in the Municipal Grocery Occupation Tax Law, codified at 65 ILCS 5/8-11-24.

3-36-030 Tax imposed.

(a) A tax is hereby imposed upon all persons engaged in the business of selling groceries at retail in the City, at the rate of 1% of the gross receipts from such sales made in the course of such business.

(b) A tax is hereby imposed upon all persons engaged in the City in the business of making sales of service, at the rate of 1% of the selling price of all groceries transferred by such serviceman as an incident to a sale of service.

(c) The imposition of these taxes is in accordance with and subject to the provisions of the Municipal Grocery Occupation Tax Law, codified at 65 ILCS 5/8-11-24.

3-36-040 Illinois Department of Revenue to administer.

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 Ordinance.

SECTION 2. All ordinances and resolutions, or parts thereof, in conflict with the provisions of this Ordinance are, to the extent of the conflict, expressly repealed.

SECTION 3. The City Clerk of the City of Chicago is hereby directed to file a certified copy of this Ordinance with the Illinois Department of Revenue on or before October 1, 2026.

SECTION 4. Sections 1 and 2 of this Ordinance, and the taxes imposed thereunder, shall take effect on January 1, 2026. Section 3 of this Ordinance shall take effect upon passage and approval.