

ST-58, Reciprocal - Non-Reciprocal Vehicle Tax Rate Chart

January 2024

Residents of states other than Illinois may not claim the nonresident purchaser exemption (Section 5, Box A of Form ST-556, Sales Tax Transaction Return) on purchases of motor vehicles or trailers that will be titled in a state that does not give Illinois residents a nonresident purchaser exemption on their purchases in that state of motor vehicles or trailers that will be titled in Illinois (*i.e.*, the other state offers no reciprocal drive-away exemption to Illinois residents). Motor vehicles *leased* to nonresidents using drive-away permits or transferring out-of-state vehicle registration plates will be exempt, regardless of the purchaser's state of residence. See instructions for Form ST-556-LSE, Transaction Return for Leases, for more information about this exemption. As a condition of claiming this exemption, nonresident purchasers and lessees must certify that they are not residents of Illinois. See ST-588, Nonresidency Exemption Certification for Sales and Leases of Motor Vehicles and Trailers, available on our website at tax.illinois.gov.

The chart below lists each non-reciprocal state. It shows the tax rate you must use to compute tax due when collecting tax from purchasers from that state. Rates are subject to change. The information appearing below is current as of the date on this chart. Please refer to our website for the most current information. Reporting instructions are outlined in Informational Bulletins FY 2005-13 and FY 2006-11.

Reciprocal states are excluded from the chart below. If you sell a motor vehicle or trailer to a nonresident purchaser from a reciprocal state, you may be able to claim the nonresident purchaser exemption on Form ST-556 if the nonresident purchaser takes possession of the item in Illinois and you either issue a drive-away permit for the item sold or the purchaser transfers out-of-state license plates to the item sold. The purchaser must also provide a certification of nonresidency (ST-588 or equivalent).

Note: Watercraft, aircraft, manufactured (mobile) homes, and all-terrain vehicles (ATVs) cannot be issued drive away permits and are not exempt when a nonresident takes possession in Illinois.

Refer to ST-9, A Guide for Reporting Sales Using Form ST-556, Sales Tax Transaction Return, for more information.

State	Two-letter state abbreviation	Tax rate you must use (percentage)
Arizona	AZ	5.60%
California	CA	6.25%
Florida	FL	6.00%
Hawaii	HI	4.00%
Indiana	IN	6.25% (RV's & Cargo Trailers are exempt)
Massachusetts	MA	6.25%
Michigan	MI	6.00%
South Carolina	SC	5.00% (up to a maximum of \$500)