



# Publication 101

## *Income Exempt from Tax*

December 2007

The information in this publication is current as of the date of the publication. Please visit our web site at **tax.illinois.gov** to verify you have the most current revision.

This publication is written in the plain English style so the tax information is easier to understand. As a result, we do not directly quote Illinois statutes and the Illinois Administrative Code. The contents of this publication are informational only and do not take the place of statutes, rules, and court decisions. For many topics covered in this publication, we have provided a reference to the applicable section or part of the Illinois Administrative Code for further clarification or more detail. All of the sections and parts referenced can be found in Title 86 of the Code.

### ***About this publication***

The Constitution, treaties or statutes of the United States, and the Illinois Constitution exempt certain income from Illinois Income Tax. Illinois law also exempts income of certain obligations of state and local governments from Illinois Income Tax.

Publication 101, Income Exempt from Tax, provides a quick reference and a brief explanation of income that is exempt from Illinois Income Tax. The objectives of Publication 101 are to

- identify who is entitled to a subtraction of income exempt from Illinois Income Tax
- define income that is exempt from Illinois Income Tax as outlined in the Illinois Income Tax Rules
- identify exceptions
- explain how to claim a subtraction of exempt income on your Illinois Income Tax return

Since this publication is updated on an annual basis, it may not include the latest changes in the Illinois Income Tax Rules. For more information regarding Illinois Income Tax exemptions, see the Illinois Income Tax Rules, 86 Illinois Administrative Code 100.2470. To obtain a copy of these rules, call

- **1 800 356-6302** or
- our TDD-telecommunications device for the deaf at **1 800 544-5304**.

### ***Taxpayer Bill of Rights***

You have the right to call the Department of Revenue for help in resolving tax problems.

You have the right to privacy and confidentiality under most tax laws.

You have the right to respond, within specified time periods, to department notices by asking questions, paying the amount due, or providing proof to refute the department's findings.

You have the right to appeal department decisions, in many instances, within specified time periods, by asking for department review or by taking the issue to court.

If you have overpaid your taxes, you have the right, within specified time periods, to a credit (or, in some cases, a refund) of that overpayment.

For more information about these rights and other department procedures, you may write us at the following address:

Problems Resolution Office  
Illinois Department of Revenue  
PO Box 19014  
Springfield, IL 62794-9014

**Get forms and other information faster and easier at [tax.illinois.gov](http://tax.illinois.gov)**