

PAYROLL BULLETIN

TO: All State Agencies, Boards and Commissions

FROM: Kathleen Killion, Director – State Accounting

DATE: July 13, 2023

SUBJECT: Update - 2023 Illinois State Income Tax Exemptions

NUMBER: 1-23

The Illinois Department of Revenue has released an updated <u>Booklet IL-700-T</u> for 2023. Illinois withholding information and tax tables are presented in this publication. The State of Illinois individual income tax rate remains at 4.95%, but the state income tax exemption has decreased from \$2,625 to \$2,425 for the 2023 tax year. This change became effective on June 7, 2023. Booklet IL-700-T provides additional withholding information and instructions for those affected by this change. The new exemption amounts per pay frequency are provided below.

2023 State Tax Exemptions

Bi-weekly \$93.27 Semi-monthly \$101.04 Monthly \$202.08

If you have questions concerning this Payroll Bulletin, please contact Katie Guy at Katie.Guy@illinoiscomptroller.gov. Agencies may access this and other Accounting, Payroll, and SAMS Bulletins on the IOC website.