

**MEMO# 31722**

April 22, 2019

# ICI Comment Letter: IL Financial Transaction Tax Act

[31722]

April 22, 2019 TO: ICI Members

Tax Committee SUBJECTS: Tax RE: ICI Comment Letter: IL Financial Transaction Tax Act

The Institute filed the attached comment letter on Illinois' proposed [Financial Transaction Tax Act \(HB0023\)](#). The proposal would impose a tax at rate of \$1 for each financial transaction for which the underlying asset is an agricultural product, a financial instrument contract, or an options contract. It would apply to transactions engaged on the Chicago Stock Exchange, the Chicago Mercantile Exchange, the Chicago Board of Trade, or the Chicago Board Options Exchange. The tax would be paid by the trading facility or by the purchaser involved in the transaction.

The proposal includes an exemption for "securities held in a retirement account or a transaction involving a mutual fund." The letter requests that the exemption apply to all 1940 Act-registered funds and their portfolio trades.

Katie Sunderland  
Assistant General Counsel

[Attachment](#)