

HB5794



104TH GENERAL ASSEMBLY

State of Illinois

2025 and 2026

HB5794

Introduced 5/27/2026, by Rep. Bob Morgan

SYNOPSIS AS INTRODUCED:

New Act

Creates the Anti-Weaponization Fund Tax Act. Imposes a tax upon any resident of the State who receives compensation from the Anti-Weaponization Fund established by the United States Department of Justice as a result of the settlement agreement in Trump v. Internal Revenue Service in an amount equal to 100% of that compensation. Contains provisions concerning returns. Provides that the proceeds from the tax shall be deposited into the General Revenue Fund. Effective immediately.

LRB104 22159 HLH 38389 b

A BILL FOR

1 AN ACT concerning revenue.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 1. Short title. This Act may be cited as the
5 Anti-Weaponization Fund Tax Act.

6 Section 5. Definitions. As used in this Act:

7 "Anti-Weaponization Fund" means the Fund established by
8 the United States Department of Justice as a result of the
9 settlement agreement in Trump v. Internal Revenue Service, No.
10 1:26-cv-20609 (S.D. Fla.).

11 "Department" means the Department of Revenue.

12 "Resident" has the meaning given to that term in Section
13 1501 of the Illinois Income Tax Act.

14 "Taxpayer" means a person who incurs a tax liability under
15 this Act.

16 Section 10. Tax imposed. Notwithstanding any other
17 provision of law, any resident of the State who receives
18 compensation from the Anti-Weaponization Fund shall, within 30
19 days after receiving that compensation, pay to the Department
20 of Revenue a tax in an amount equal to 100% of that
21 compensation.

1 Section 15. Return. The taxpayer's payment under Section
2 10 shall be accompanied by a return signed by the taxpayer on a
3 form prescribed by the Department.

4 Any person required to file a return under this Act who
5 willfully files a false or incomplete return is guilty of a
6 Class A misdemeanor.

7 Section 20. Powers of Department. The Department shall
8 have full power to administer and enforce this Act; to collect
9 all taxes, penalties, and interest due under this Act; to
10 dispose of taxes, penalties, and interest so collected in the
11 manner provided in this Act; and to determine all rights to
12 credit memoranda or refunds arising on account of the
13 erroneous payment of tax, penalty, or interest under this Act.

14 Section 25. Deposit into General Revenue Fund. The
15 proceeds from the tax collected under this Act shall be
16 deposited into the General Revenue Fund.

17 Section 30. Incorporation. All of the provisions of
18 Sections 4, 5, 5a, 5b, 5c, 5d, 5e, 5f, 5g, 5i, 5j, 6, 6a, 6b,
19 6c, 7, 8, 9, 10, 11 and 12 of the Retailers' Occupation Tax Act
20 and Section 3-7 of the Uniform Penalty and Interest Act that
21 are not inconsistent with this Act shall apply to the subject
22 matter of this Act to the same extent as if those provisions
23 were included in this Act.

1 Section 35. Rulemaking. The Department shall adopt rules
2 to implement and enforce the provisions of this Act.

3 Section 99. Effective date. This Act takes effect upon
4 becoming law.