

Illinois Department of Revenue  
J. Thomas Johnson, Director  
101 West Jefferson Street  
Springfield, Illinois 62708

INFORMATIONAL BULLETIN FY87-2E

TO: Building-Materials Retailers Located Within the Corporate Limits  
of East St. Louis

SUBJECT: Sales Tax Exemption for Certain Sales of Building Materials for  
Use in Enterprise Zones

If your business does not sell building materials, please disregard this  
bulletin.

Since the time your enterprise zone was designated, we have sent you  
several informational bulletins explaining the sales tax incentive  
available for purchasing building materials for use in the zone. The  
result has been that retailers have had to merge as many as four bulletins  
in order to figure out the current law and filing procedures.

The purpose of this bulletin is to eliminate that complicated task. This  
bulletin contains, in a single document, all the information you will  
normally need to know about the enterprise-zone sales tax exemption.

As of December, 1986, here is the most current information on this  
exemption:

1. Your retail establishment must be located within the corporate limits  
Belleville in order to be eligible to make these tax-exempt sales.
2. The purchaser must be buying building materials which will be  
incorporated in real estate in the zone by means of remodeling,  
rehabilitation, or new construction. NOTE: The building improvement  
must be of the nature and scope for which a building permit is required  
by the building code.
3. The purchaser must give you a copy of the building permit and a signed  
statement indicating the address in the enterprise zone at which the  
building materials will be incorporated. (See the reverse side for an  
example of a Purchaser's Statement.)
4. You must report receipts from these sales on line 1 of your sales tax  
return (Form RR-1-A) and then deduct the receipts on line 13 or 14.  
Please identify the deduction as "Enterprise Zone Sales." NOTE:  
Eligible sales are exempt from state, local, mass transit (Metro East),  
and county supplementary sales taxes. Also, if your municipality  
imposes a home-rule sales tax on sales of building materials, you may  
wish to check with your Zone Administrator about whether the  
enterprise-zone exemption applies to the home-rule tax.

If the law should change again so that these instructions are no longer accurate, we will, of course, let you know.

In the meantime, if you have questions or need more information, please contact us. Our address and telephone numbers are at the top of this bulletin.

Roger D. Sweet,  
Director of Revenue

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