

Illinois Department of Revenue
Roger D. Sweet, Director
101 West Jefferson Street
Springfield, Illinois 62794

INFORMATIONAL BULLETIN FY88-13E

TO: Building-Materials Retailers Located Within the Corporate
Limits of Effingham or Within the Unincorporated Area of
Effingham County

SUBJECT: Enterprise Zone Act
Public Act 82-1019
Public Act 84-221

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

The Illinois Department of Commerce and Community Affairs has certified
an area in the city of Effingham and unincorporated Effingham County as
an enterprise zone in accordance with the provisions of Public Act 82-
1019 and 84-221.

Each of these local taxing jurisdiction has adopted an ordinance
providing a sales tax exemption of state, local, and mass transit taxes
on certain sales of building materials which will be incorporated into
real estate in the zone.

To be eligible for the sales tax exemption you must:

1. Be located within the corporate limits of Effingham or the
unincorporated area of Effingham County.
2. Make a sale on or after May 1, 1988 of building materials which will
be incorporated into 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 OR MUST
INVOLVE THE PURCHASE OF BUILDING MATERIALS COSTING A TOTAL OF MORE THAN
\$5,000. TO VERIFY THE EXEMPTION, THE PURCHASER MUST PROVIDE YOU WITH A
COPY OF THE BUILDING PERMIT CERTIFYING THAT THE TOTAL COST OF MATERIALS
FOR THE PROJECT WILL BE MORE THAN \$5,000. IN ADDITION, THE PURCHASER
MUST GIVE YOU A SIGNED STATEMENT INDICATING THE ADDRESS IN THE
ENTERPRISE ZONE AT WHICH THE BUILDING MATERIALS WILL BE INCORPORATED.
SEE REVERSE FOR AN EXAMPLE OF A PURCHASER'S STATEMENT.

3. Report gross receipts from these sales in item 1 of your sales tax
return (Form RR-1-A).
4. Deduct the receipts in item 13 or 14 and identify the deduction as
"Enterprise Zone Sales."

If you have questions or need more information, please contact us. Our
address and telephone number are at the top of this bulletin.

Roger D. Sweet
Director of Revenue

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