Illinois Department of Revenue

INFORMATIONAL BULLETIN

FY89-3E
October 1988

ENTERPRISE ZONE ACT SALES TAX EXEMPTION

TO: Building-Materials Retailers Located Within the City of West Frankfort

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

Enterprise Zone Created

The Illinois Department of Commerce and Community Affairs has certified an area in the City of West Frankfort as an enterprise zone in accordance with the provisions of Public Acts 82-1019 and 84-221.

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

To Qualify for an Exemption

For the sale to qualify for an enterprise zone exemption, you must:

1. Be located in the City of West Frankfort.
2. Make a sale on or after July 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. To verify the exemption, the purchaser must provide you with 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.

To Claim an Exemption

To claim an enterprise zone exemption you must:

1. Report gross receipts from these sales on line 1 of your sales taxes tax return (Form RR-1-A).
2. Deduct the receipts on line 13 or 14 and identify the deduction as "Enterprise Zone Sales."

If you have questions or need information, please contact us. Our address and telephone numbers are provided at the end of this bulletin.

FOR INFORMATION

CALL: 1 800 732-8866 or
1 217 782-3336

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