Illinois Department of Revenue

INFORMATIONAL BULLETIN

FY91-5E
July 1990

ENTERPRISE ZONE ACTS SALES TAX EXEMPTION

TO: BUILDING-MATERIALS RETAILERS LOCATED WITHIN THE CITIES OF LITCHFIELD AND HILLSBORO, THE VILLAGE OF SCHRAM, OR THE UNINCORPORATED AREA OF MONTGOMERY COUNTY

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 cities of Litchfield and Hillsboro, the village of Schram, and certain unincorporated areas of Montgomery County as an enterprise zone.

TO QUALIFY FOR AN EXEMPTION

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

1. Be located within the cities of Litchfield or Hillsboro, the village of Schram, or the unincorporated area of Montgomery County.
2. Make a sale on or after March 1, 1990, of building materials which will be incorporated into real estate in the zone by means of remodeling, rehabilitation, or new construction.

NOTE: To verify the exemption, the purchaser must provide you with a signed statement indicating the address in the enterprise zone at which the building materials will be incorporated. See 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 tax return (Form ST-1).
2. Deduct the receipts using the ST-1 Worksheet for line 2. Write the deductions on line 12 of the worksheet.

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

FOR INFORMATION
CALL: 1 800 732-8866 or
1 217 782-3336
WRITE: Illinois Department of Revenue
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