

Illinois Department of Revenue  
J. Thomas Johnson, Director  
101 West Jefferson Street  
Springfield, Illinois 62794

INFORMATIONAL BULLETIN FY87-5E

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

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 of Streator or within the unincorporated area of LaSalle  
County of Livingston County in order to be eligible to make these  
tax-exempt sales.
2. The purchaser must be buying building materials which will be  
incorporated in industrial or commercial (not residential) real  
estate in the zone by means of remodeling, rehabilitation, or new  
construction.
3. The purchaser must give you 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 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.

J. Thomas Johnson  
Director of Revenue

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