The Calumet Region Enterprise Zone (CREZ) was created to stimulate development in the Chicago Southland region. The Zone combines State & local incentives to assist businesses in locating and/or expanding in these designated areas.

**Incentives**

**SALES TAX ABATEMENT ON BUILDING MATERIALS FOR ZONE PROJECTS WITH VALID IDOR BUILDING MATERIAL SALES TAX EXEMPTION CERTIFICATE**

**SAMPLE SALES TAX SAVINGS**

$250,000 in building materials

\[ \times \frac{8.50}{0.085} = \$21,250.00 \text{ estimated savings} \]

*Sales tax can range from 6.25% to 10% depending on where materials are purchased. 8.50% is an average used for illustration purposes.*

**50% ABATEMENT OF THE MUNICIPAL PORTION OF REAL ESTATE TAXES FOR 5 YEARS ON THE ADDED TAX VALUE CREATED BY THE PROJECT**

Projects in a TIF or receiving other substantial property tax abatements are not eligible for further tax reduction.

**50% DISCOUNT ON LOCAL BUILDING PERMIT FEES**

All other fees and inspection procedures follow local ordinances.

**State of Illinois Incentives**

**STATE OF ILLINOIS INCENTIVES** - State incentives are subject to change in legislation. [Link](https://www.illinois.gov/dceo/ExpandRelocate/Incentives/taxassistance/Pages/EnterpriseZone.aspx)

**STATE OF ILLINOIS GAS USE TAX EXEMPTION FOR ZONE BUSINESSES** - Form RG61 to be completed submitted by the business to gas provider. See IDOR natural gas distributors, suppliers & purchasers bulletin

**INVESTMENT TAX CREDIT** - The Illinois Income Tax Act allows a 0.5% credit against the state income tax for investment in a qualified property placed in service in an Enterprise Zone. This credit is in addition to any other investment tax credits allowed under the State of Illinois. (Consult your tax accountant.)

**ENTERPRISE ZONE MANUFACTURING MACHINERY & EQUIPMENT SALES TAX EXEMPTION** - A business that makes an investment in an Enterprise Zone may be eligible for a manufacturing machinery and equipment sales tax exemption. The business must be certified by the Illinois Department of Commerce & Economic Opportunity (DCEO).

**UTILITY TAX EXEMPTION** - Zone businesses who meet specific criteria may be entitled to a utility / telecommunications tax exemption which provides a 5% state tax exemption on gas, electricity and an exemption of the Illinois Commerce Commission .1% administrative charge and excise taxes on the act or privilege of originating or receiving telecommunications. Contact DCEO for certification.
All projects must complete & submit an application to the Calumet Region Enterprise Zone Office, before ordering materials, receiving permits, or start of construction to receive full benefits.

ZONE ADMINISTRATION FEE .5% OF BUILDING MATERIAL COST
Maximum $50,000 fee

GROWTH ZONES - Industrial property in an Enterprise Zone in Cook County can apply for assistance gathering critical site information, marketing their site, and apply for grants to cover the cost of environmental assessment and remediation. www.growthzones.com

Benefits

- Incentives are boundary specific
- No case by case approval
- No callback of incentives
- No minimum investment
- Substantial savings on your project in the zone

Property Classes

- COMMERCIAL
- INDUSTRIAL
- 12 OR MORE RESIDENTIAL UNITS REMAINING UNDER ONE OWNERSHIP

Since the Zone began in 2016 businesses have invested $25 million in construction, remodeling and rehabilitation. 2293 jobs were retained in the Zone and 340 new jobs were created. Several of these projects turned long vacant areas into vibrant thriving business centers. Others helped established businesses expand or modernize at their current location. These investments bring new property tax revenues to the Zone towns, and new sales tax to their home communities.

Contact Us

For general zone questions and application processing

CALUMET REGION ENTERPRISE ZONE

708-653-3122
calumetregionezone@gmail.com
www.calumetzone.org

Participating Municipalities

Calumet City • Dolton • Lansing • Riverdale • South Holland • Thornton • Cook County

www.calumetzone.org