



State of Illinois
Illinois Department of Commerce and Economic Opportunity

*enterprise*zone

River Edge Redevelopment Zone
and High Impact Business
Tax Incentives

calendar year 2013 | **ANNUAL REPORT**



Illinois
Department of Commerce
& Economic Opportunity
Pat Quinn, Governor



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Enterprise Zone, River Edge Redevelopment Zone and High Impact Business Tax Incentives Calendar Year 2013 Annual Report

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Illinois Department of Commerce and Economic Opportunity

October 1, 2014

Dear Members of the General Assembly:

The enclosed information fulfills the statutory directive that the Department of Commerce and Economic Opportunity report annually to the members of the Illinois General Assembly on the status of the Illinois Enterprise Zone Program.

The purpose of the Enterprise Zone Program is to stimulate economic growth and neighborhood revitalization at the local level through state and local tax incentives, regulatory relief and improved government services.

Pursuant to recent changes to the Enterprise Zone Act, this is the second annual program report to include data collected by the Illinois Department of Revenue.

Although other factors are undoubtedly involved, enterprise zone designation is a highly important determinant of a business's decision to locate or expand in Illinois. Indeed, we believe that the Enterprise Zone Program is one of the state's most successful economic development tools.

I trust that you will find this Enterprise Zone Annual Report informative and useful.

Sincerely,

A handwritten signature in blue ink, appearing to read "Adam Pollet".

Adam Pollet
Director

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A N N U A L R E P O R T

The Illinois Enterprise Zone Act was signed into law December 7, 1982. The purpose of the Act is to stimulate economic growth and neighborhood revitalization at the local level. This is accomplished through state and local tax incentives, regulatory relief and improved government services.

In accordance with the Act, the Department of Commerce and Economic Opportunity (DCEO) was authorized to designate 88 enterprise zones statewide from 1983 to 1991 and 1 additional enterprise zone in 2006.

The department has designated all 89 of these authorized zones. Eight additional enterprise zones have been certified under the auspices of the Quad Cities Regional Economic Development Authority Act, the Southwestern Illinois Economic Development Authority Act, the Upper Illinois River Valley Development Authority Act, the Western Illinois Economic Development Authority Act, and under the auspices of 20 ILCS 655/5.3 (e), relating to closed military bases.

The following report identifies the guidelines, accomplishments and statistical information of the Illinois Enterprise Zone Program.



Enterprise Zone Benefits

STATE INCENTIVES

The Illinois Enterprise Zone Program offers numerous state incentives to encourage companies to locate or expand in enterprise zones. Currently, the following incentives are available:

Tax Exemptions

Sales Tax Exemption — A 6.25 percent state sales tax exemption is permitted on building materials to be incorporated into real estate located within an enterprise zone established by a county or municipality under the Illinois Enterprise Zone Act. Receipts for materials used for remodeling, rehabilitation or new construction may be deducted from such sales when calculating the tax imposed by this Act. For purposes of this Section, "qualified sale" means a sale of building materials that will be incorporated into real estate as part of a building project for which a Certificate of Eligibility for Sales Tax Exemption has been issued. To document the exemption allowed under this Section, the retailer must obtain from the purchaser a copy of the Certificate of Eligibility for Sales Tax Exemption issued by the Illinois Department of Revenue.

Enterprise Zone Machinery and Equipment/Pollution Control Facilities Sales Tax Exemption

— A 6.25 percent state sales tax exemption is available on purchases of tangible personal property to be used or consumed in the manufacturing or assembly process or in the operation of a pollution control facility within an enterprise zone. Eligibility for this exemption is contingent upon a business making a \$5 million investment that causes the creation of 200 full-time equivalent jobs in Illinois, or an investment of \$40 million that causes the retention of 2,000 full-time jobs in Illinois, or an investment of \$40 million that causes the retention of at least 90% of the jobs in place on the date on which the exemption is granted for the duration of the exemption. The majority of the jobs created or retained must be located in the enterprise zone in which the investment occurs. A business must make application to and be certified by DCEO for this exemption. DCEO also has the authority to determine the length of the exemption. This exemption shall not be allowed beyond the term of the certified Enterprise Zone.

The exemption is applicable to the following:

- Hand tools used to maintain, repair or operate machinery and equipment;
- Abrasives, acids, polishing compounds or lubricants used or consumed in the manufacturing or assembly process;
- Coolants, adhesives, solvents or cleaning compounds used to maintain, repair or operate machinery and equipment;
- Manufacturing fuels;
- Protective clothing and safety equipment; and
- Fuels, chemicals and catalysts used in the operation of pollution control facilities.

Enterprise Zone Utility Tax Exemption — A state utility tax exemption on gas, electricity and the Illinois Commerce Commission's administrative charge and telecommunication excise tax is available to businesses located in enterprise zones. Eligibility for this exemption is contingent upon a business making a \$5 million investment that causes the creation of 200 full-time equivalent jobs in Illinois, or an investment of \$175 million that causes the creation of 150 new full-time equivalent jobs in Illinois, or an investment of \$20 million that causes the retention of 1,000 full-time jobs in Illinois. The majority of the jobs created or retained must be located in the enterprise zone in which the investment occurs.

A business must make application to and be certified by DCEO for the state utility tax exemption. DCEO also has the authority to determine the term of the exemption. Local units of government may further exempt their public utility taxes for eligible businesses.

Tax Credits

Enterprise Zone Investment Tax Credit — A state investment tax credit of .5 percent is allowed a taxpayer who invests in qualified property in a zone. Qualified property includes machinery, equipment and buildings. The credit may be carried forward for up to five years. This credit is in addition to the regular .5 percent investment tax credit which is



available throughout the state as well as a .5 percent credit for businesses that increase their employment in Illinois by one percent over the preceding year.

LOCAL INCENTIVES

Local governments may provide a variety of local incentives to further encourage economic growth and investment in enterprise zones. The incentives offered are determined by the local governments. The following list is not inclusive but serves as an example of the most common local enterprise zone incentives offered:

- Abatement of property taxes on new improvements;
- Homesteading and shopsteading programs;
- Waiver of business licensing and permit fees;
- Streamlined building code and zoning requirements; and
- Special local financing programs and other resources.

High Impact Business

The High Impact Business (HIB) program is designed to encourage large-scale economic development activities, by providing tax incentives (similar to those offered within an enterprise zone) to companies that propose to make a substantial capital investment in operations and will create or retain above average number of jobs. Businesses may qualify for: investment tax credits, a state sales tax exemption on building materials, an exemption from state sales tax on utilities, a state sales tax exemption on purchases of personal property used or consumed in the manufacturing process.

The project must involve a minimum of \$12 million investment causing the creation of 500 full-time jobs or an investment of \$30 million causing the retention of 1500 full-time jobs. The investment must take place at a designated location in Illinois outside of an Enterprise Zone.

The program was expanded to include qualified new electric generating facility, production operations at a new coal mine or, a new or upgraded transmission facility that supports the creation of 150 Illinois coal-mining jobs as a “Coal/Energy High Impact Business.”

In 2009, the program was further expanded to include wind energy facilities. The designation as a Wind Energy HIB is contingent on the business constructing a new electric generation facility or

expanding an existing wind power facility. “New wind power facility” means a newly constructed electric generation facility, or a newly constructed expansion of an existing electric generation facility, placed in service on or after July 1, 2009, that generates electricity using wind energy devices. “New wind energy device” means any device, with a nameplate capacity of at least 0.5 megawatts, that is used in the process of converting kinetic energy from the wind to generate electricity.

A Wind Energy HIB only qualifies for the sales tax exemption on building materials.

A designated High Impact Business located in a foreign trade zone or sub-zone is eligible for additional incentives, including an exemption from the telecommunications excise tax.

FOR MORE INFORMATION

For information on the Illinois Enterprise Zone Program, contact:

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Enterprise Zone Statistical Summary

	Calendar Year Changes in County Population			Calendar Year Changes in County Per Capita Income			Calendar Year Changes in County Unemployment		
	2012	2013	% Change	2011	2012	% Change	2012	2013	Net Change
ALTAMONT	34,335	34,307	-0.08	\$39,138	40,839	4.35	7.1	7.5	0.4
AMERICAN BOTTOMS (1)	268,714	266,955	-0.65	36,987	38,470	4.01	9.8	9.5	-0.3
BARTONVILLE/PEORIA CO.	187,255	188,429	0.63	45,960	48,167	4.80	8.6	9.9	1.3
BEARDSTOWN	13,421	13,324	-0.72	34,157	34,318	0.47	8.0	8.6	0.6
BELLEVILLE	268,714	266,955	-0.65	36,987	38,470	4.01	9.8	9.5	-0.3
BELVIDERE/BOONE CO.	53,859	53,957	0.18	34,419	35,691	3.70	11.8	11.5	-0.3
BENTON/FRANKLIN CO.	39,482	39,202	-0.71	30,551	32,021	4.81	11.2	12.7	1.5
BLOOMINGTON/NORMAL/ GIBSON CITY/McLEAN CO./FORD CO. (22)	186,292	188,479	1.17	44,490	46,065	3.54	7.9	7.9	0.0
BUREAU/PUTNAM CO.(6)	40,190	39,857	-0.83	39,845	40,267	1.06	10.0	10.3	0.3
CAIRO/ALEXANDER CO.	7,752	7,629	-1.59	27,995	29,280	4.59	11.6	11.3	-0.3
CAL-SAG	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
CALUMET REGION	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
CANTON/FULTON CO.	36,673	36,346	-0.89	34,235	34,904	1.95	9.3	9.6	0.3
CARMI/WHITE CO./EDWARDS CO. (19)	21,308	21,221	-0.41	37,146	38,400	3.38	8.1	8.6	0.5
CENTRALIA AREA (7)	130,268	129,621	-0.50	41,414	40,233	-2.85	8.5	8.6	0.1
CHAMPAIGN/CHAMPAIGN CO.	203,435	204,897	0.72	36,391	37,544	3.17	8.0	8.2	0.2
CHICAGO I	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
CHICAGO II	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
CHICAGO III	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
CHICAGO IV	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
CHICAGO V	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
CHICAGO VI	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
CHICAGO HEIGHTS	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
CICERO	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
CLARK CO.	16,298	16,182	-0.71	36,718	37,572	2.33	10.3	10.1	-0.2
COLES COUNTY	53,659	53,697	0.07	34,006	34,695	2.02	8.7	8.8	0.1
DANVILLE/TILTON/VERMILION CO.	80,715	80,329	-0.48	32,791	33,937	3.49	10.0	11.6	1.6
DECATUR/MACON CO.	109,978	109,278	-0.64	41,021	42,287	3.09	10.7	12.2	1.5
DES PLAINES RIVER VALLEY	681,590	682,829	0.18	43,502	45,316	4.17	9.1	9.4	0.3
EAST PEORIA	136,122	136,352	0.17	41,757	44,920	7.57	7.7	9.0	1.3
EAST ST. LOUIS AREA (Expired 12-31-13)	268,714	266,955	-0.65	36,987	38,470	4.01	9.8	9.5	-0.3
EFFINGHAM/EFFINGHAM CO.	34,335	34,307	-0.08	39,138	40,839	4.35	7.1	7.5	0.4
ELGIN	521,306	523,643	0.45	38,008	39,618	4.24	8.9	8.9	0.0
FAIRFIELD/WAYNE CO.	16,622	16,612	-0.06	36,226	38,729	6.91	8.4	8.7	0.3
FLORA/CLAY COUNTY	13,746	13,566	-1.31	34,618	36,768	6.21	10.6	10.8	0.2
FORD HEIGHTS	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
FREEPORT/STEPHENSON CO. (8)	69,495	69,147	-0.50	40,545	41,967	3.51	8.5	8.9	0.4
GALESBURG	52,254	52,078	-0.34	35,078	35,868	2.25	8.4	8.9	0.5
GATEWAY COMMERCE CEN.(1) (11)	267,899	267,225	-0.25	38,625	40,150	3.95	8.9	8.4	-0.5
GREENVILLE/SMITHBORO	17,612	17,470	-0.81	35,049	36,460	4.03	8.8	7.9	-0.9
HARVEY/PHOENIX/HAZEL CREST	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
HOFFMAN ESTATES	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
ILLINOIS VALLEY	112,944	112,183	-0.67	37,620	38,084	1.23	11.0	11.4	0.4
JACKSON COUNTY	60,113	59,814	-0.50	34,622	35,362	2.14	7.6	7.9	0.3
JACKSONVILLE/MORGAN CO.	35,309	35,067	-0.69	34,659	35,266	1.75	8.7	9.0	0.3
JO-CARROLL (4) (12)	37,599	37,317	-0.75	40,211	41,026	2.03	8.2	8.3	0.1
JOLIET ARSENAL (4) (13)	681,590	682,829	0.18	43,502	45,316	4.17	9.1	9.4	0.3
KANKAKEE COUNTY	112,847	112,120	-0.64	33,603	34,997	4.15	11.2	11.3	0.1



Enterprise Zone Statistical Summary (continued)

	Calendar Year Changes in County Population			Calendar Year Changes in County Per Capita Income			Calendar Year Changes in County Unemployment		
	2012	2013	% Change	2011	2012	% Change	2012	2013	Net Change
KANKAKEE RIVER VALLEY	112,847	112,120	-0.64	33,603	34,997	4.15	11.2	11.3	0.1
KEWANEE	50,177	49,860	-0.63	38,412	38,335	-0.20	7.5	7.8	0.3
LAWRENCEVILLE/ LAWRENCE CO.	16,592	16,558	-0.24	30,628	31,512	2.89	8.5	8.6	0.1
LEE COUNTY/OGLE COUNTY (16)	87,982	87,243	-0.84	36,597	36,919	0.88	10.2	10.0	-0.2
LINCOLN/LOGAN CO./SANGAMON CO./ DEWITT CO. (18)	245,780	245,529	-0.10	38,364	38,673	0.27	7.9	8.4	0.5
MACOMB/McDONOUGH CO.	32,572	32,464	-0.33	33,711	33,418	-0.87	7.5	8.1	0.6
MACOUPIN COUNTY	47,205	46,880	-0.69	36,698	38,415	4.68	9.6	8.9	-0.7
MARSHALL CO./STARK CO. (2) (21)	18,263	18,060	-1.11	41,516	39,634	4.53	8.5	9.5	1.0
MASSAC COUNTY	15,174	15,073	-0.67	32,626	32,869	0.74	9.0	8.8	-0.2
MAYWOOD	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
McCOOK/HODGKINS	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
McLEANSBORO/HAMILTON COUNTY	8,386	8,368	-0.21	36,156	38,456	6.36	7.9	8.1	0.2
MENDOTA/LaSALLE CO./DeKALB CO. (20)	217,566	216,924	-0.30	35,134	36,049	2.60	9.7	9.9	0.2
MONMOUTH	17,808	17,726	-0.46	36,361	35,015	-3.70	7.6	6.8	-0.8
MONTGOMERY COUNTY	29,688	29,654	-0.11	32,877	33,542	2.02	12.0	11.7	-0.3
MORTON	136,122	136,352	0.17	41,757	44,920	7.57	7.7	9.0	1.3
MOUND CITY/PULASKI CO.	5,960	5,908	-0.87	35,528	35,661	0.37	10.3	11.2	0.9
MT. CARMEL/WABASH CO.	11,746	11,665	-0.69	37,081	38,687	4.33	8.3	8.0	-0.3
MT. VERNON/JEFFERSON CO.	38,677	38,644	-0.09	34,462	36,224	5.11	8.5	8.9	0.4
NASHVILLE/WASHINGTON CO.	14,640	14,448	-1.31	56,492	46,698	-17.33	6.9	6.8	-0.1
OLNEY/RICHLAND CO./JASPER CO. (14)	25,870	25,774	-0.37	35,560	37,535	5.55	8.9	9.3	0.4
OTTAWA/LaSALLE CO./GRUNDY CO. (15)	163,152	162,411	-0.45	36,688	37,455	2.09	10.7	11.2	0.5
PEKIN/TAZEWELL CO.	136,122	136,352	0.17	41,757	44,920	7.57	7.7	9.0	1.3
PEORIA	187,255	188,429	0.63	45,960	48,167	4.80	8.6	9.9	1.3
PERRY CO.	22,078	21,887	-0.87	28,730	29,004	0.95	11.4	11.8	0.4
QUAD CITIES (3)	147,514	147,258	-0.17	39,645	41,016	3.46	7.8	7.9	0.1
QUINCY/ADAMS CO./BROWN CO. (17)	74,151	73,990	-0.22	33,399	34,490	3.27	5.4	5.6	0.2
RANTOUL	203,435	204,897	0.72	36,391	37,544	3.17	8.0	8.2	0.2
RIVERBEND	267,899	267,225	-0.25	38,625	40,150	3.95	8.9	8.4	-0.5
ROBINSON/CRAWFORD COUNTY	19,605	19,505	-0.51	38,479	39,587	2.88	9.1	9.9	0.8
ROCKFORD	291,844	290,666	-0.40	35,063	36,482	4.05	11.6	11.6	0.0
ROCK ISLAND	147,514	147,258	-0.17	39,645	41,016	3.46	7.8	7.9	0.1
SALEM/MARION CO.	38,868	38,622	-0.63	34,921	36,369	4.15	11.0	11.5	0.5
SALINE CO.	25,007	24,939	-0.27	34,347	36,275	5.61	8.8	10.4	1.6
SOUTH BELOIT/ROCKTON/ WINNEBAGO CO. (Expired 3-1-10)	291,844	290,666	-0.40	35,063	36,482	4.05	11.6	11.6	0.0
SOUTHWESTERN MADISON COUNTY	267,899	267,225	-0.25	38,625	40,150	3.95	8.9	8.4	-0.5
SPRINGFIELD	199,269	199,145	-0.06	40,973	41,759	1.92	7.6	7.8	0.2
ST. CLAIR CO. MIDAMERICA AIRPORT (1)	268,714	266,955	-0.65	36,987	38,470	4.01	9.8	9.5	-0.3
STREATOR AREA (9)	151,469	150,369	-0.73	40,041	40,866	2.06	9.6	10.0	0.4
SUMMIT/BEDFORD PARK	5,227,992	5,240,700	0.24	47,008	48,943	4.12	9.3	9.6	0.3
TAYLORVILLE/ CHRISTIAN CO.	34,597	34,298	-0.86	39,026	37,493	-3.93	9.3	9.8	0.5
URBANA	203,435	204,897	0.72	36,391	37,544	3.17	8.0	8.2	0.2
VANDALIA/FAYETTE CO.	22,025	22,060	0.16	29,109	30,361	4.30	10.5	10.7	0.2
WASHINGTON	136,122	136,352	0.17	41,757	44,920	7.57	7.7	9.0	1.3
WAUKEGAN/NORTH CHICAGO	701,219	703,019	0.26	56,244	58,667	4.31	8.8	8.9	0.1
WESTERN IL ECON. DEV. AUTH (5)	16,276	16,150	-0.77	33,600	33,722	0.36	7.5	7.5	0.0
WEST FRANKFORT	39,482	39,202	-0.71	30,551	32,021	4.81	11.2	12.7	1.5
WHITESIDE COUNTY/CARROLL CO.(10)	72,879	72,467	-0.57	38,029	38,478	1.18	9.1	9.2	0.1
WILLIAMSON CO.	66,714	66,924	-0.03	34,789	36,090	3.74	8.4	8.9	0.5



Enterprise Zone Statistical Summary *(continued)*

SOURCE: Population - United States Census Bureau
 Per Capita Income - United States Department of Commerce, Bureau of Economic Analysis
 Unemployment - Illinois Department of Employment Security, Economic Information and Analysis

- (1) Certified under the auspices of the Southwestern Illinois Economic Development Authority Act.
- (2) Certified under the auspices of the Upper Illinois River Valley Development Authority Act.
- (3) Certified under the auspices of the Quad Cities Regional Economic Development Authority Act.
- (4) Certified as a closed military base.
- (5) Certified under the auspices of the Western Illinois Economic Development Authority Act.
- (6) Zone statistics comprised of the counties of Bureau and Putnam. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (7) Zone statistics comprised of the counties of Clinton, Marion, Washington and Jefferson. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (8) Zone statistics comprised of the counties of Stephenson and Jo Daviess. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (9) Zone statistics comprised of the counties of LaSalle and Livingston. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (10) Zone statistics comprised of the counties of Whiteside and Carroll. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (11) Zone statistics comprised of data from Madison County.
- (12) Zone statistics comprised of the counties of Carroll and Jo Daviess. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (13) Zone statistics comprised of data from Will County.
- (14) Zone statistics comprised of the counties of Richland and Jasper. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (15) Zone statistics comprised of the counties of LaSalle and Grundy. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (16) Zone statistics comprised of the counties of Lee and Ogle. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (17) Zone statistics comprised of the counties of Adams and Brown. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (18) Zone statistics comprised of the counties of Dewitt, Logan and Sangamon. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (19) Zone statistics comprised of the counties of White and Edwards. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (20) Zone statistics comprised of the counties of DeKalb and LaSalle. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (21) Zone statistics comprised of the counties of Marshall and Stark. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.
- (22) Zone Statistics comprised of the counties of McLean and Ford. Population is a compilation of these counties. Per Capita Income and Unemployment is an average of these counties.

River Edge Redevelopment Zone Program

The River Edge Redevelopment Zone is an innovative program designed to help revitalize riverfront areas by providing local developers and businesses with the critical tools to revive and redevelop abandoned or contaminated properties that will stimulate economic development opportunities and create more Illinois jobs. The River Edge Redevelopment Initiative includes the designation of redevelopment zones that are eligible to receive tax credits and exemptions and grant funding to support clean-up, remediation and redevelopment efforts that will lead to economic revitalization in these areas. This initiative combines resources across state agencies and is administered primarily by the Illinois Department of Commerce and Economic Opportunity (DCEO) and the Illinois Environmental Protection Agency (IEPA).

Implementation Status

DCEO has designated zones in the cities of Aurora, East St. Louis, Elgin, Peoria and Rockford.

Aurora Zone

The City of Aurora River Edge Redevelopment Zone consists of former industrial land lining its east and west riverfronts that have tremendous economic development potential, but the costs of redevelopment have made attracting investment extremely difficult. The construction of a regional festival park is the centerpiece of the City's economic development master plan.

(continued)



River Edge Redevelopment Zone Program (continued)

The City's website says this about the new River Edge Park: "The 30-acre park was designed in a way that would serve many purposes. From the canoe/kayak launch and natural landscaping to the VIP Rooftop Deck and 10-acre music venue, this is the new recreation and entertainment destination of the suburbs. Bring your kids and fly a kite. Enjoy a local band in the music pavilion with friends. Spread out a blanket and watch fireworks with the family on the 4th of July. River Edge Park is your backyard away from home."

East St. Louis Zone

The City of East St. Louis River Edge Redevelopment Zone is adjacent to the Mississippi River. In 2010, the City added the Goose Hill neighborhood to the zone. The East St. Louis Riverfront is a unique area because of its unparalleled location directly across the river from the Gateway Arch.

The City is developing the Port of East St. Louis within the zone. The project involves the redevelopment of a 200-acre former industrial site along the Mississippi into a multi-modal facility for the City and the greater St. Louis area. The groundbreaking ceremony for the project was held in 2014.

Elgin Zone

In the City of Elgin, River Edge provides a critical tool to further the redevelopment of the City's downtown and create new economic opportunities along the Fox River. In 2014 the City completed the construction of the \$10.5 million Riverside Drive Promenade within the zone. According to the City's website: "Constructing Riverside Drive Promenade, along the Fox River, is a critical component of Elgin's master plan to revitalize the riverfront by encouraging more redevelopment, public space and transportation projects. Riverside Drive Promenade involves the complete redevelopment of the Riverside Drive right-of-way and the adjacent parking deck into an urban riverfront plaza connected to Elgin's Festival Park..."

Rockford Zone

In Rockford, River Edge will allow for multiple redevelopment projects using abandoned industrial and commercial sites along the Rock River. The City was granted \$8 million for a variety of projects along the riverfront to address blight and spur economic development. The projects include the Outdoor City Market and Indoor City Market, Ingersoll Building renovation, Davis Festival Park improvements and street-scape improvements.

Peoria Zone

The City of Peoria applied for and received RERZ designation in 2013. The zone is approximately one-half square mile in the downtown and the area known as the Warehouse District. The City's goals include promoting development of the Old Peoria Distillery and the Peoria Design Center, and protecting buildings that contribute to the character of the Warehouse District.

Program Effectiveness

The job and investment impact of the program along with the cost of the tax incentives are described in the Illinois Department of Revenue's section of the report.

Proposed New Legislation

DCEO is not proposing any new legislation at this time.



*enterprise***ZONE**

River Edge Redevelopment Zone
and High Impact Business
Tax Incentives

calendar year 2013

A N N U A L R E P O R T

Submitted by
The Illinois Department of Revenue

Under section 8.1(d) of the Illinois Enterprise Zone Act
20 ILCS 655/8.1(d) (2012)

August 1, 2014



STATE OF ILLINOIS
DEPARTMENT OF REVENUE
101 WEST JEFFERSON STREET
SPRINGFIELD, ILLINOIS 62702
Springfield Office: 217 785-7570
Chicago Office: 312 814-3190

BRIAN HAMER
Director

PAT QUINN
Governor

August 1, 2014

Mr. Adam Pollet, Director
Illinois Department of Commerce and
Economic Opportunity
and Chairman, Enterprise Zone Board
James R. Thompson Center
100 W. Randolph Street
Chicago, IL 60601

Dear Director Pollet:

In accordance with section 8.1(d) of the Illinois Enterprise Zone Act, 20 ILCS 655/8.1(d), I am enclosing the Illinois Department of Revenue's (IDOR) 2014 Report on Enterprise Zone, River Edge Redevelopment Zone (RERZ) and High Impact Business Tax Incentives. The report details the tax expenditure, job creation and capital investment data for the calendar year 2013 disclosed to IDOR by those receiving the tax incentives, with corroborating reports submitted by utility service providers.

Procedures

The data in this report was gathered from several sources statutorily required to provide information to IDOR.

Section 8.1(a) of the Illinois Enterprise Zone Act requires businesses that "receiv[e] tax incentives due to [their] location within an Enterprise Zone," and businesses designated High Impact Businesses by the Department of Commerce and Economic Opportunity, to detail the tax incentives they received in 2013, 20 ILCS 655/8.1(a) (2012). Six hundred and thirty-six businesses located in an Enterprise Zone, and thirteen High Impact Businesses filed reports. Each report disclosed "the total Enterprise Zone or High Impact Business tax benefits received by the business broken down by incentive category and enterprise zone,"¹ *Id.* Section 10-10.2(a) of the River

¹ The incentive categories include: sales tax, see 35 ILCS 120/5k, 5(l) (2012), 35 ILCS 120/1(e), 1(j) (2012); utility tax, 35 ILCS 173/5-50 (2012), 220 ILCS 5/9-222, 9-222.1 (2012); income tax, 35 ILCS 5/201(f) (2012), and property tax, 35 ILCS 200/18-170 (2012).

Edge Redevelopment Zone Act, 65 ILCS 115/10-10.2(a) (2012), requires identical reports from those businesses receiving tax incentives because of their location in a RERZ. Four businesses filed RERZ reports.

Section 8.1(a-5) of the Illinois Enterprise Zone Act requires any "contractor or other entity that has been issued an Enterprise Zone Building Materials Exemption Certificate" to report the total value of tax exempt building materials purchased using the certificate. Section 10-10.2(a-5) of the River Edge Redevelopment Zone Act requires identical reports from contractors issued an RERZ exemption certificate. The statutory amendment requiring reporting from holders of building materials exemption certificates was not in place for the 2012 reporting year. It is new this year.

IDOR began issuing building materials exemption certificates under the statute on July 1, 2013. The value of exempt building materials purchased before July 1, 2013, was reported by the businesses for which the materials were purchased. The value of exempt building materials purchased on or after July 1, 2013, was reported by the contractors or other entities that made the purchases. The Department received reports from 1,138 holders of building materials exemption certificates.

Businesses located in an Enterprise Zone or RERZ, and High Impact Businesses, also are exempt from the Illinois Gas Revenue Tax, Electricity Excise Tax, and the Telecommunications Excise Tax, 220 ILCS 5/9-222, 5/9-222.1A (2012). Section 8.1(b) of the Illinois Enterprise Zone Act required providers of utility services to "itemize[e] the amount of the deduction taken under [each utility tax] act due to the location of a business in an Enterprise Zone or its designation as a High Impact Business," 20 ILCS 655/8.1(b) (2012). Section 10-10.2(b) of the River Edge Redevelopment Zone Act required utility providers to report the same data for businesses located in any of the State's four RERZs, 65 ILCS 115/10-10.2(b) (2012). IDOR received twenty reports from providers of utility services.

The General Assembly repealed the statutory requirement that zone administrators report jobs and investment data to the Department. Consequently, the Department did not receive reports from administrators. The jobs and investment data in this report are derived from the reports submitted by businesses.

In summary, the data in this report comes from the mandatory business reports submitted under section 8.1(a) and 8.1(a-5) of the Enterprise Zone Act and 10-10.2(a) and 10-10.2(a-5) of the River Edge Redevelopment Zone Act. Reports were submitted to IDOR electronically. Data covered the 2013 calendar year – January 1, 2013-December 31, 2013.

Limitations

This report identifies the costs to the state, and the jobs and investment associated with the Enterprise Zone, River Edge Redevelopment Zone, and High Impact Business programs for 2013. The information was reported by the businesses receiving

the benefits, and making the employment and capital investments. In order to confirm the data's accuracy, the information reported by the businesses through the Department's website was checked against other information available to IDOR, including tax returns, prior reports by businesses, information from DCEO and other state agencies, and publicly available information. IDOR also performed statistical analysis to determine the accuracy and reliability of submitted information. While measures are taken to confirm the accuracy of the reported data, it may contain errors due to some businesses failing to report, misunderstandings regarding the reporting requirements, or errors in identifying and calculating the type and value of incentives.

Summary of Data

This report details the costs to the State of the tax incentives provided to High Impact Businesses and businesses located in Enterprise Zones and River Edge Redevelopment Zones. It also includes data on property tax abatement reported by businesses located in Enterprise Zones and River Edge Redevelopment Zones. This report does not quantify the value of exemptions from other local taxes or the local portion of State taxes.

In 2013, Enterprise Zone, River Edge Redevelopment Zone, and High Impact Business tax incentives resulted in the State foregoing an estimated \$114.4 million in tax revenue. Tax expenditures in 2013 are comparable to those reported in IDOR's 2012 report of \$115 million. As compared to 2012, Enterprise Zone tax expenditures increased from \$103 million to \$106 million, while High Impact Business tax expenditures decreased from \$11 million to \$8 million.

The programs resulted in a self-reported increase of 4,189 jobs in Illinois and capital investment of \$4.0 billion in 2013. The number of jobs created is down from the 2012 report of 4,671, though self-reported investment is up from \$3.7 billion reported in 2012. The most costly incentives continue to be the Electricity Excise Tax exemption (\$23.8 million), the Expanded Machinery and Equipment Sales Tax exemption (\$23.5 million), and the Building Materials sales tax exemption (\$21.8 million). These incentives also were the most costly in 2012.

Geographically, the areas of the state that received the most in Enterprise Zone tax benefits were Northwestern Illinois (\$21.8 million) and West Central Illinois (\$36.8 million). This remains constant from 2012, when the amounts received were \$27.8 million and \$31.0 million, respectively. Northeastern Illinois, where Chicago and the surrounding suburbs are located, received \$15.1 million in 2013, down from \$18.0 million in 2012.

The value of all exemptions, broken down by exemption category and by Enterprise Zone, is included on the table contained in this report. Investment and jobs data reported to IDOR also is provided in the attached tables, broken down by Enterprise Zone. Exemption and job creation data for High Impact Businesses are

Mr. Adam Pollet, Director
August 4, 2014
Page 4

reported in the aggregate to comply with the requirements of section 8.1(d) of the Illinois Enterprise Zone Act. The report also includes charts breaking down the total tax expenditures by category and by geographic region.

Conclusion

The submission of this report fulfills IDOR's duty under section 8.1(d) of the Illinois Enterprise Zone Act, 20 ILCS 655/8.1(d) (2012). Reporting on 2014 tax incentives, job creation and investment will occur in 2015. A report will be produced and provided to DCEO no later than August 1, 2015.

Sincerely,

A handwritten signature in black ink, appearing to read "Brian Hamer". The signature is stylized, with a large "B" and "H" and a cursive "er" at the end.

Brian Hamer
Director



Enterprise Zone Incentive Reporting 2013 - Tax Expenditures (all \$ in thousands)

Zone Name ¹	Sales Tax ²										Utility Taxes ³				Investment Credit ⁴		Total State Tax Expenditures ⁴	Net Property Tax ⁵
	Building Materials	M&E Manufacturing	Pollution Control	Other Sales Tax ²	Telecom	Natural Gas ³	Electricity	Investment Credit	Investment Credit	Investment Credit	Investment Credit	Investment Credit	Investment Credit	Investment Credit	Investment Credit			
Total	18,753	21,108	2,563	166	3,905	17,212	22,640	19,986	19,986	19,986	19,986	19,986	19,986	19,986	19,986	106,260	14,716	
ALTAIMONT	27	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27	-	
AMERICAN BOTTOMS	359	20	-	-	2	343	30	1	1	756	-	-	-	-	-	-	-	
BARTONVILLE/BELLEVEUE/PEORIA COUNTY	94	350	63	-	-	160	1,443	38	38	2,149	-	-	-	-	-	81	-	
BEARDSTOWN	-	116	19	-	-	119	440	21	21	714	-	-	-	-	-	6	-	
BELLEVILLE	17	41	-	-	14	50	124	16	16	222	-	-	-	-	-	-	-	
BELVIDERE/BOONE COUNTY	41	43	-	-	2	383	474	63	63	1,007	-	-	-	-	-	1,768	-	
BENTON/FRANKLIN COUNTY	496	-	-	-	-	-	-	0	0	496	-	-	-	-	-	-	-	
BLOOMINGTON/NORMAL/MCLEAN COUNTY	274	53	-	-	36	622	206	197	197	1,387	-	-	-	-	-	-	-	
BUREAU/PUTNAM COUNTY	133	-	-	-	0	4	26	16	16	179	-	-	-	-	-	5	-	
CAIRO/ALEXANDER COUNTY	-	-	-	-	-	-	-	0	0	0	-	-	-	-	-	-	-	
CAL-SAG	2	-	-	166	-	173	-	51	51	391	-	-	-	-	-	-	-	
CALUMET REGION	188	-	-	-	-	219	24	49	49	479	-	-	-	-	-	-	-	
CANTON/FULTON COUNTY	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
CARM/WHITE COUNTY	370	-	2	-	-	-	-	1	1	373	-	-	-	-	-	285	-	
CENTRALIA AREA	13	-	-	-	-	0	-	6	6	18	-	-	-	-	-	52	-	
CHAMPAIGN/CHAMPAIGN COUNTY	375	121	-	-	20	18	627	187	187	1,348	-	-	-	-	-	64	-	
CHICAGO HEIGHTS	51	396	11	-	7	64	422	22	22	974	-	-	-	-	-	-	-	
CHICAGO I	35	13	-	-	10	56	46	121	121	280	-	-	-	-	-	-	-	
CHICAGO II	935	-	-	-	0	3	81	1,027	1,027	2,045	-	-	-	-	-	-	-	
CHICAGO III	387	866	-	-	3	79	380	111	111	1,817	-	-	-	-	-	251	-	
CHICAGO IV	1,637	352	-	-	174	59	167	218	218	2,608	-	-	-	-	-	21	-	
CHICAGO V	16	-	-	-	4	34	61	43	43	158	-	-	-	-	-	-	-	
CHICAGO VI	168	-	-	-	-	-	-	20	20	188	-	-	-	-	-	-	-	
CICERO	64	-	-	-	2	30	38	270	270	403	-	-	-	-	-	-	-	
CLARK COUNTY	38	-	-	-	-	-	-	26	26	64	-	-	-	-	-	11	-	
COLES COUNTY	286	10	-	-	10	86	152	2,249	2,249	2,794	-	-	-	-	-	33	-	
DANVILLE/TILTON/VERMILION COUNTY	479	4	-	-	0	0	20	225	225	728	-	-	-	-	-	981	-	
DECATUR/MACON COUNTY	908	5,702	273	-	728	1,621	3,744	1,036	1,036	14,012	-	-	-	-	-	182	-	
DES PLAINES RIVER VALLEY	8	988	183	-	14	251	275	486	486	2,205	-	-	-	-	-	-	-	
EAST PEORIA	238	2,051	339	-	3	319	615	314	314	3,880	-	-	-	-	-	-	-	
EAST ST. LOUIS AREA	25	-	-	-	-	-	-	328	328	353	-	-	-	-	-	-	-	
EFFINGHAM/EFFINGHAM COUNTY	21	-	-	-	2	2	17	174	174	216	-	-	-	-	-	469	-	
ELGIN	-	-	-	-	-	-	-	14	14	14	-	-	-	-	-	-	-	
FAIRFIELD/WAYNE COUNTY	34	-	-	-	-	-	-	35	35	1	-	-	-	-	-	-	-	
FLORA/CLAY COUNTY	40	3	-	-	3	11	143	17	17	217	-	-	-	-	-	104	-	
FORD HEIGHTS/SAUK VILLAGE	-	-	-	-	-	-	-	2	2	2	-	-	-	-	-	-	-	
FREEPORT/STEPHENSON COUNTY	195	-	-	-	0	189	-	41	41	425	-	-	-	-	-	326	-	
GALESBURG	225	-	-	-	-	-	-	28	28	253	-	-	-	-	-	-	-	
GATEWAY COMMERCE CENTER	48	-	-	-	-	-	-	403	403	451	-	-	-	-	-	-	-	
GREENVILLE/SMITHBORO	32	-	-	-	-	-	-	0	0	32	-	-	-	-	-	-	-	
HARVEY/PHOENIX/HAZEL CREST	5	-	-	-	-	-	-	95	95	100	-	-	-	-	-	-	-	
HOFFMAN ESTATES	-	-	-	-	1,567	1	130	0	0	1,698	-	-	-	-	-	430	-	
ILLINOIS VALLEY	132	51	-	-	-	108	190	311	311	792	-	-	-	-	-	313	-	
JACKSON COUNTY	42	-	-	-	-	-	-	9	9	51	-	-	-	-	-	-	-	
JACKSONVILLE/MORGAN COUNTY	53	-	-	-	-	16	2,313	0	0	2,382	-	-	-	-	-	-	-	



Enterprise Zone Incentive Reporting 2013 - Tax Expenditures (all \$ in thousands)

Zone Name ¹	Sales Tax					Utility Taxes					income		Total State Tax Expenditures ⁴	Net Property Tax ⁵
	Building Materials	M&E Manufacturing	Pollution Control	Other Sales Tax ²	Telecom	Natural Gas ³	Electricity	Investment Credit	-Tax--					
JO-CARROLL	4	31	480	-	-	-	-	-	1	516	18			
JOLIET ARSENAL	187	-	-	-	-	-	-	-	36	223	-			
KANKAKEE COUNTY (MANTENO)	1	-	-	-	-	-	-	-	0	1	-			
KANKAKEE RIVER VALLEY	157	-	-	-	11	47	-	-	103	375	12			
KEWANEE	136	56	-	-	-	-	-	-	25	161	-			
LAWRENCEVILLE/LAWRENCE COUNTY	0	0	-	-	2	8	22	-	1	1	-			
LEE COUNTY/OGLE COUNTY	357	174	-	-	-	45	-	-	44	608	256			
LINCOLN/ELKHART/LOGAN CO.	41	28	-	-	-	-	-	-	33	146	825			
MACOMB/MCDONOUGH COUNTY	173	-	-	-	-	-	-	-	100	274	-			
MACOUPIN COUNTY	-	-	-	-	-	-	-	-	0	0	-			
MARSHALL COUNTY/STARK COUNTY	-	105	-	-	0	0	2	-	52	160	77			
MASSAC COUNTY	35	-	10	-	-	7	46	-	1	99	34			
MAYWOOD	86	-	-	-	-	-	-	-	1	87	-			
MCCOOK/HODGKINS	368	-	-	-	116	56	104	-	76	719	-			
MCLEANSBORO/HAMILTON COUNTY	352	-	-	-	-	17	-	-	29	352	-			
MENDOTA/LASALLE COUNTY	3	-	-	-	-	-	-	-	3	49	-			
MIDAMERICA ST. CLAIR COUNTY	93	-	-	-	5	12	6	-	3	95	-			
MONMOUTH	-	448	-	-	-	-	-	-	1	471	164			
MONTGOMERY COUNTY	70	-	-	-	-	-	-	-	3	73	-			
MORTON	268	-	3	-	-	-	95	-	44	410	76			
MOUND CITY/PULASKI CITY/MOUNDS	-	-	-	-	-	-	-	-	0	0	-			
MT. CARMEL	1	-	-	-	-	-	-	-	22	24	-			
MT. VERNON/JEFFERSON COUNTY	619	-	-	-	-	4	62	-	182	867	63			
NASHVILLE/WASHINGTON COUNTY	726	52	1,097	-	5	148	250	-	46	2,325	246			
OLNEY/NEWTOWN/JASPER COUNTY/RICHLAND COUNTY	280	275	23	-	-	-	-	-	18	595	-			
OTTAWA/LASALLE COUNTY/GRUNDY CO.	45	-	-	-	0	-	-	-	34	79	27			
PEKIN/TAZEWELL COUNTY	67	51	-	-	-	-	-	-	1	119	410			
PEORIA	282	39	-	-	559	2,821	581	-	341	4,623	563			
PERRY	86	-	-	-	-	-	-	-	4	90	-			
QUAD CITIES	471	-	-	-	337	87	398	-	538	2,257	-			
QUINCY/ADAMS COUNTY/BROWN COUNTY	2,507	338	1	-	54	289	472	-	120	3,781	594			
RANTOUL	757	-	-	-	-	-	-	-	1	758	-			
RIVERBEND	77	2,875	8	-	45	4,120	4,156	-	7,013	18,294	48			
ROBINSON/CRAWFORD COUNTY	45	1,430	-	-	8	1,636	1,536	-	0	4,657	328			
ROCK ISLAND	67	-	-	-	-	-	-	-	18	84	0			
ROCKFORD	55	-	-	-	-	-	45	-	38	138	1,152			
SALEM/MARIION COUNTY	7	-	-	-	1	2	116	-	2	128	-			
SALINE COUNTY	79	-	-	-	-	-	-	-	70	149	3			
SOUTH BELOIT/ROCKTON/WINNEBAGO COUNTY	-	-	-	-	-	-	-	-	0	0	-			
SPRINGFIELD	9	-	-	-	-	-	-	-	64	73	-			
STREATOR AREA	193	-	-	-	-	-	-	-	13	206	-			
SUMMIT/BEDFORD PARK	3	-	-	-	-	10	213	-	145	370	-			
SW MADISON COUNTY	254	1,797	-	-	39	2,649	1,315	-	315	6,369	-			
TAYLORVILLE/CHRISTIAN COUNTY	203	584	-	-	-	-	-	-	1	787	-			
URBANA	24	-	-	-	0	34	80	-	15	153	8			



Enterprise Zone Incentive Reporting 2013 - Tax Expenditures (all \$ in thousands)

Zone Name ¹	Sales Tax					Utility Taxes				Income --Tax--		Total State Tax Expenditures ⁴	Net Property Tax ⁵
	Building Materials	M&E Manufacturing	Pollution Control	Other Sales Tax ²	Telecom	Natural Gas ³	Electricity	Investment Credit	Income				
VANDALIA/FAYETTE COUNTY/BROWNSTOWN	94	-	-	-	-	7	-	10	-	111	-	-	
WASHINGTON	52	85	-	-	-	2	58	22	-	219	0	0	
WAUKEGAN/NORTH CHICAGO	-	-	-	-	-	-	-	3	-	3	-	-	
WEST FRANKFORT	26	-	-	-	-	-	-	0	-	27	712	-	
WESTERN ILLINOIS ECONOMIC DEVELOPMENT AUTHORITY	-	-	-	-	-	-	-	-	-	-	-	-	
WHITESIDE COUNTY/CARROLL COUNTY	678	924	49	-	9	190	853	134	-	2,837	802	-	
WILLIAMSON COUNTY	252	263	-	-	8	1	43	2,025	-	2,593	589	-	
Total	18,753	21,108	2,563	166	3,805	17,212	22,640	19,986	106,260	14,716			

¹ The Illinois Enterprise Zone Map and contact information for the administrator of each zone, can be found on the Illinois Department of Commerce and Economic Opportunity (DCEO) website at: <http://www.illinois.gov/dceo/Expand/Relocate/Incentives/taxassistance/Pages/EnterpriseZone.aspx>

² Other Sales Tax incentives include exemptions for High Impact Service Facilities, High Impact Service Facility Jet Fuel, Aircraft Maintenance Facility Expanded Machinery and Equipment, Graphic Arts Expanded Machinery and Equipment, and Aircraft Maintenance Facility Designated Tangible Personal Property

³ The natural gas exemption includes the value of the exemptions from the Natural Gas Revenue Tax and the Natural Gas Use Tax.

⁴ Total State Tax Expenditures quantify the reduction in tax revenue that would otherwise accrue to the state.

⁵ Net Property Tax is the property tax abatement received by a business from local governments, net of any payments made in lieu of taxation to local governments.



Enterprise Zone Incentive Reporting 2013 - Jobs and Investment *(all \$ in thousands)*

Zone Name ¹	Total State Tax Expenditures ⁴	2013 Employment ⁶	Jobs Created/Lost	Jobs Retained ⁷	Capital Investment ⁸
Total	106,260	136,193	4,927	82,585	3,595,785
ALTAMONT	27	-	-	-	-
AMERICAN BOTTOMS	756	518	20	258	611
BARTONVILLE/BELLEVUE/PEORIA COUNTY	2,149	770	(79)	727	33,835
BEARDSTOWN	714	2,115	(4)	-	7,232
BELLEVILLE	222	1,163	(74)	13	404
BELVIDERE/BOONE COUNTY	1,007	4,941	(171)	135	24,512
BENTON/FRANKLIN COUNTY	496	5	5	-	3,340
BLOOMINGTON/NORMAL/MCLEAN COUNTY	1,387	2,271	13	1,784	85,843
BUREAU/PUTNAM COUNTY	179	964	8	-	7,537
CAIRO/ALEXANDER COUNTY	0	-	-	-	-
CAL-SAG	391	280	9	270	4,414
CALUMET REGION	479	803	20	417	9,738
CANTON/FULTON COUNTY	-	-	-	-	-
CARMI/WHITE COUNTY	373	326	3	326	8,445
CENTRALIA AREA	18	91	22	48	747
CHAMPAIGN/CHAMPAIGN COUNTY	1,348	2,638	22	1,532	107,860
CHICAGO HEIGHTS	974	1,936	36	1,881	60,663
CHICAGO I	280	770	67	688	53,671
CHICAGO II	2,045	1,442	94	698	35,656
CHICAGO III	1,817	4,897	574	4,595	38,233
CHICAGO IV	2,608	4,152	(20)	2,484	39,560
CHICAGO V	158	1,769	76	168	8,912
CHICAGO VI	188	701	434	141	7,584
CICERO	403	1,535	691	135	48,032
CLARK COUNTY	64	134	5	-	778
COLES COUNTY	2,794	2,086	27	583	45,095
DANVILLE/TILTON/VERMILION COUNTY	728	762	37	681	22,515
DECATUR/MACON COUNTY	14,012	9,843	(8)	9,313	227,000
DES PLAINES RIVER VALLEY	2,205	3,648	(562)	2,891	136,267
EAST PEORIA	3,880	5,340	(625)	4,205	318,350
EAST ST. LOUIS AREA	353	56	(4)	23	136
EFFINGHAM/EFFINGHAM COUNTY	216	868	7	709	11,755
ELGIN	14	-	-	-	-
FAIRFIELD/WAYNE COUNTY	35	148	2	-	19
FLORA/CLAY COUNTY	217	1,116	(14)	975	10,957
FORD HEIGHTS/SAUK VILLAGE	2	-	-	-	-
FREEPORT/STEPHENSON COUNTY	425	424	62	92	25,073
GALESBURG	253	86	(5)	19	638



Enterprise Zone Incentive Reporting 2013 - Jobs and Investment *(all \$ in thousands)*

Zone Name ¹	Total State Tax Expenditures ⁴	2013 Employment ⁶	Jobs Created/Lost	Jobs Retained ⁷	Capital Investment ⁸
GATEWAY COMMERCE CENTER	451	169	52	117	20,077
GREENVILLE/SMITHBORO	32	105	(12)	-	-
HARVEY/PHOENIX/HAZEL CREST	100	60	5	42	1,095
HOFFMAN ESTATES	1,698	6,723	1,106	6,723	20,583
ILLINOIS VALLEY	792	763	4	235	189,314
JACKSON COUNTY	51	839	20	172	15,750
JACKSONVILLE/MORGAN COUNTY	2,382	1,286	172	-	120,333
JO-CARROLL	516	5	1	1	3,000
JOLIET ARSENAL	223	2,388	1,078	-	102,717
KANKAKEE COUNTY (MANTENO)	1	60	(4)	60	140
KANKAKEE RIVER VALLEY	375	3,879	59	1,180	13,374
KEWANEE	161	327	9	87	171,261
LAWRENCEVILLE/LAWRENCE COUNTY	1	133	5	-	7
LEE COUNTY/OGLE COUNTY	608	875	(81)	341	2,277
LINCOLN/ELKHART/LOGAN CO.	146	576	34	95	4,128
MACOMB/MCDONOUGH COUNTY	274	23	(2)	23	65
MACOUPIN COUNTY	0	-	-	-	-
MARSHALL COUNTY/STARK COUNTY	160	316	78	50	2,105
MASSAC COUNTY	99	496	(117)	496	3,826
MAYWOOD	87	31	-	25	279
MCCOOK/HODGKINS	719	2,478	(287)	1,595	69,479
MCLEANSBORO/HAMILTON COUNTY	352	66	4	66	500
MENDOTA/LASALLE COUNTY	49	177	2	54	1,984
MIDAMERICA ST. CLAIR COUNTY	95	-	-	-	-
MONMOUTH	471	1,631	73	1,631	2,373
MONTGOMERY COUNTY	73	484	37	20	15,694
MORTON	410	2,014	(69)	1,890	18,227
MOUND CITY/PULASKI CITY/MOUNDS	0	-	-	-	-
MT. CARMEL	24	-	-	-	-
MT. VERNON/JEFFERSON COUNTY	867	1,551	182	1,026	12,754
NASHVILLE/WASHINGTON COUNTY	2,325	2,714	76	40	29,599
OLNEY/NEWTON/JASPER COUNTY/RICHLAND COUNTY	595	799	1	12	5,686
OTTAWA/LASALLE COUNTY/GRUNDY CO.	79	4,831	249	4,276	72,965
PEKIN/TAZEWELL COUNTY	119	466	(43)	466	12,726
PEORIA	4,623	7,238	161	5,590	83,127
PERRY	90	167	(18)	3	713
QUAD CITIES	2,257	8,835	391	8,256	142,614
QUINCY/ADAMS COUNTY/BROWN COUNTY	3,781	5,800	430	3,468	31,871
RANTOUL	758	71	(6)	14	97



Enterprise Zone Incentive Reporting 2013 - Jobs and Investment *(all \$ in thousands)*

Zone Name ¹	Total State Tax Expenditures ⁴	2013 Employment ⁶	Jobs Created/Lost	Jobs Retained ⁷	Capital Investment ⁸
RIVERBEND	18,294	3,755	(140)	1,980	186,957
ROBINSON/CRAWFORD COUNTY	4,657	1,942	(68)	135	50,757
ROCK ISLAND	84	251	(43)	249	15,026
ROCKFORD	138	29	-	29	63
SALEM/MARION COUNTY	128	835	51	835	17,202
SALINE COUNTY	149	339	(2)	54	2,255
SOUTH BELOIT/ROCKTON/WINNEBAGO COUNTY	0	-	-	-	-
SPRINGFIELD	73	131	75	20	2,352
STRETATOR AREA	206	246	93	92	1,005
SUMMIT/BEDFORD PARK	370	1,775	47	665	137,422
SW MADISON COUNTY	6,369	4,074	315	2,804	382,136
TAYLORVILLE/CHRISTIAN COUNTY	787	142	2	142	30,560
URBANA	153	413	4	59	665
VANDALIA/FAYETTE COUNTY/BROWNSTOWN	111	250	(4)	7	414
WASHINGTON	219	730	60	88	11,274
WAUKEGAN/NORTH CHICAGO	3	245	93	189	4,136
WEST FRANKFORT	27	283	56	24	159,766
WESTERN ILLINOIS ECONOMIC DEVELOPMENT AUTHORITY	-	-	-	-	-
WHITESIDE COUNTY/CARROLL COUNTY	2,837	2,644	2	545	21,485
WILLIAMSON COUNTY	2,593	1,135	128	823	16,158
Total	106,260	136,193	4,927	82,585	3,595,785

¹ The Illinois Enterprise Zone Map, and contact information for the administrator of each zone, can be found on the Illinois Department of Commerce and Economic Opportunity (DCEO) website at: <http://www.illinois.gov/dceo/Expand/Relocate/Incentives/taxassistance/Pages/EnterpriseZone.aspx>

⁴ Total State Tax Expenditures quantify the reduction in tax revenue that would otherwise accrue to the state.

⁶ 2013 employment was calculated by taking all hours worked by all persons during the year and dividing by 1,820 hours.

⁷ A "retained job" is a "job preserved at a specific facility or site, the continuance of which is threatened by a specific and demonstrable threat." 20 ILCS 655/3(j) (2012).

⁸ Businesses were required to report new capital investment put into service during calendar year 2013. Follow-up discussions and analysis revealed continued misunderstanding of this requirement with many businesses reporting capital investment over longer periods.



River Edge Redevelopment Zone Reporting 2013 - Tax Expenditures (all \$ in thousands)

Zone Name	--Sales Tax--		-----Income Tax-----		Total State Tax Expenditures ⁴	Net Property Tax ⁵
	Building Materials	Investment Credit	Other Income Tax ⁹			
Aurora	-	0	-	-	0	-
East St. Louis	6	-	-	-	6	-
Elgin	-	-	-	-	-	-
Rockford	111	8	15	-	134	-
Total	117	8	15	15	140	-

⁴ Total State Tax Expenditures quantify the reduction in tax revenue that would otherwise accrue to the state.

⁵ Net Property Tax is the property tax abatement received by a business from local governments, net of any payments made in lieu of taxation to local governments.

⁹ Includes the River Edge Environmental Remediation Credit, the River Edge Historic Preservation Credit, the Job Tax Credit, the Dividend Deduction, Interest Deduction, and Contribution Deduction



River Edge Redevelopment Zone Reporting 2013 - Jobs and Investment (all \$ in thousands)

Zone Name	Total State Tax Expenditures ⁴	2013 Employment ⁶	Jobs Created/Lost	Jobs Retained ⁷	Capital Investment ⁸
Aurora	0	8	(2)	-	0
East St. Louis	6	-	-	-	-
Elgin	0	-	-	-	-
Rockford	134	55	(8)	26	7,835
Total	140	63	(10)	26	7,835

⁴ Total State Tax Expenditures quantify the reduction in tax revenue that would otherwise accrue to the state.

⁶ 2013 employment was calculated by taking all hours worked by all persons during the year and dividing by 1,820 hours.

⁷ A "retained job" is a "job preserved at a specific facility or site, the continuance of which is threatened by a specific and demonstrable threat." 20 ILCS 655/3(j) (2012).

⁸ Businesses were required to report new capital investment put into service during calendar year 2013. Follow-up discussions and analysis revealed continued misunderstanding of this requirement with many businesses reporting capital investment over longer periods.



High Impact Business Incentive Reporting 2013 - Tax Expenditures (all \$ in thousands)

	-----Sales Tax-----		-----Utility Taxes-----		-Income Tax-		Total State Tax Expenditures ⁴	
	Building Materials	Expanded Manufacturing M&E	Expanded Graphic Arts M&E	Telecom	Natural Gas ³	Electricity	Investment Credit	
High Impact Businesses	2,921	2,389	-	679	647	1,127	281	8,045

³ The natural gas exemption includes the value of the exemptions from the Natural Gas Revenue Tax and the Natural Gas Use Tax.

⁴ Total State Tax Expenditures quantify the reduction in tax revenue that would otherwise accrue to the state.



High Impact Business Incentive Reporting 2013 - Jobs and Investment *(all \$ in thousands)*

	Total State Tax Expenditures ⁴	2013 Employment ⁶	Jobs Created/Lost	Jobs Retained ⁷	Capital Investment ⁸
High Impact Businesses	8,045	17,338	(728)	13,058	441,618

⁴ Total State Tax Expenditures quantify the reduction in tax revenue that would otherwise accrue to the state.

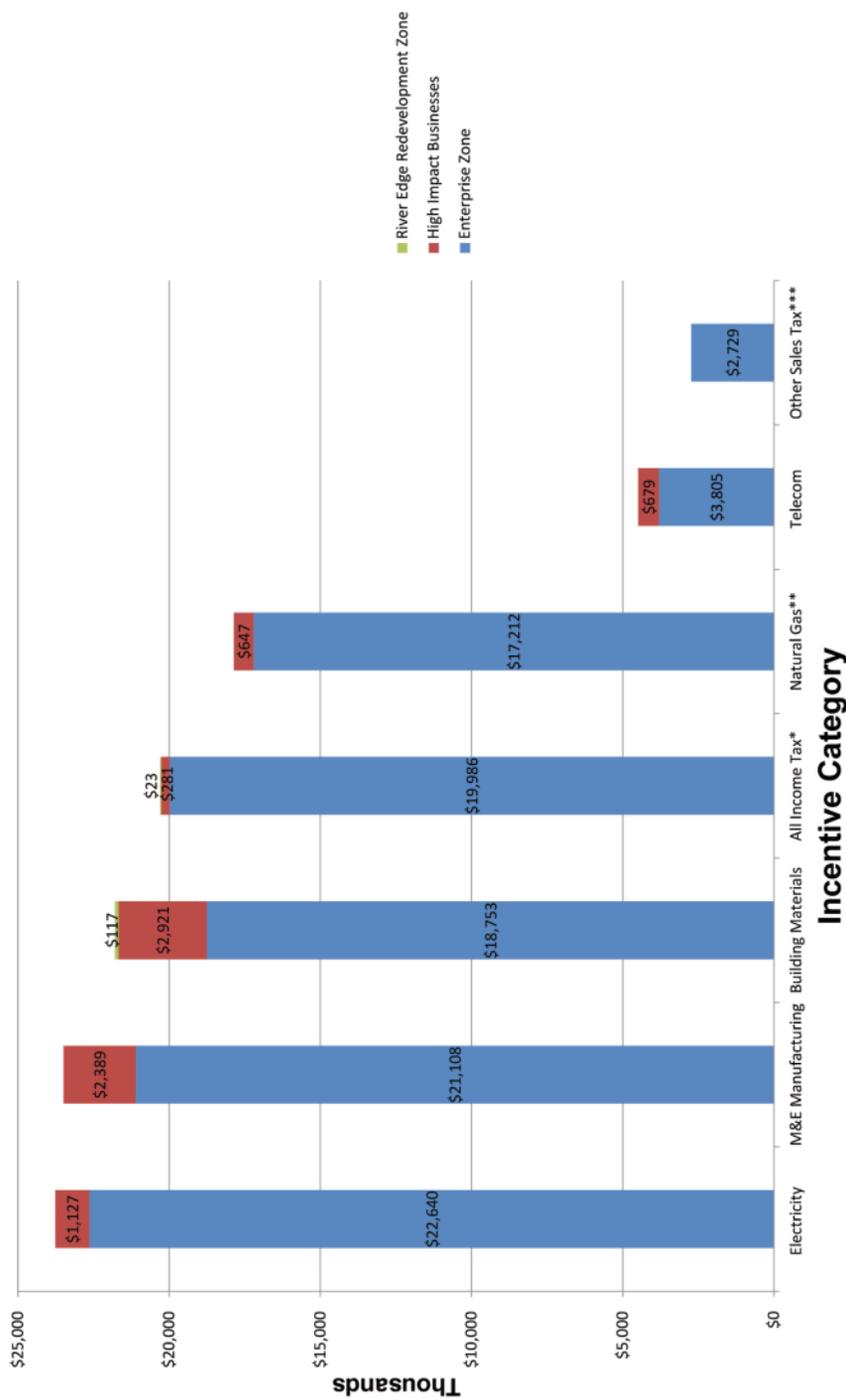
⁶ 2013 employment was calculated by taking all hours worked by all persons during the year and dividing by 1,820 hours.

⁷ A "retained job" is a "job preserved at a specific facility or site, the continuance of which is threatened by a specific and demonstrable threat." 20 ILCS 655/3(j) (2012).

⁸ Businesses were required to report new capital investment put into service during calendar year 2013. Follow-up discussions and analysis revealed continued misunderstanding of this requirement with many businesses reporting capital investment over longer periods.



Tax Expenditure Totals by Incentive Category



*Includes the Enterprise Zone Investment Credit, River Edge Redevelopment Zone Investment Credit, River Edge Environmental Remediation Credit, the River Edge Historic Preservation Credit, the Job Tax Credit, the Dividend Deduction, Interest Deduction, Contribution Deduction, and High Impact Business Investment Credit

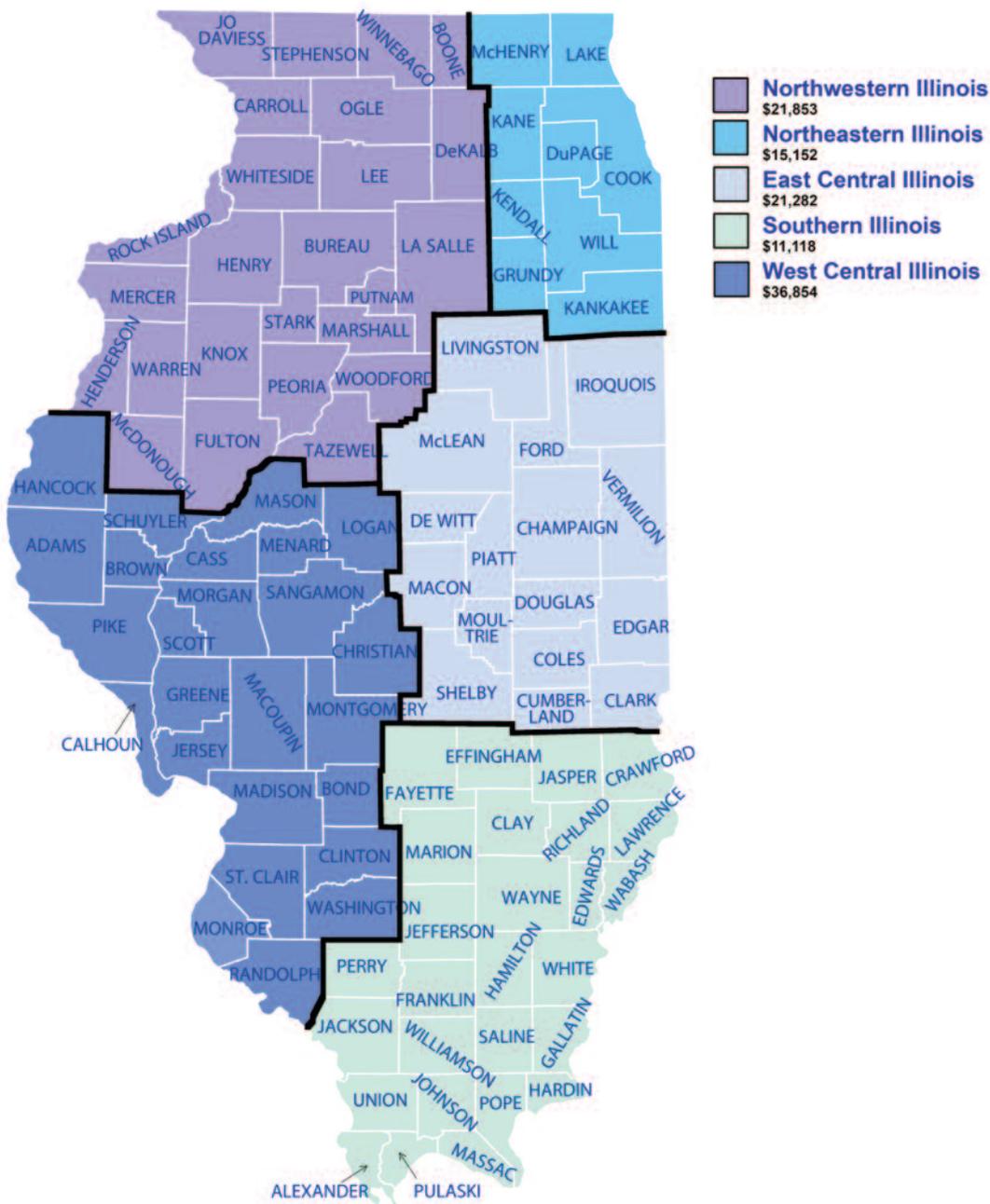
**Natural Gas Exemption includes exemptions for the Natural Gas Revenue Tax and the Natural Gas Use Tax

***Other Sales Tax Incentives include exemptions for High Impact Service Facilities, High Impact Service Facility Jet Fuel, Aircraft Maintenance Facility Expanded Machinery and Equipment, Graphic Arts Expanded Machinery and Equipment, and Aircraft Maintenance Facility Designated Tangible Personal Property



2013 Enterprise Zone Tax Expenditures by Geographic Region

(all \$ in thousands)





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