



EDGE OVERVIEW

- Signed by Governor Rauner on September 18, 2017.
- The EDGE tax credit legislation expires on 12/31/2022.
- 10 years of tax certificates, with 5 year tax carry-forward.
- Certificates only claimed against income taxes; not transferable or salable.
- 2 years to make investment and job creation commitments without reducing the 10 years of benefits; investment and job creation commitments can be extended to 5 years but will lose one year’s worth of benefits for each year extend beyond the second year of the agreement.
- Maintains “but for” and out-of-state option provisions - cannot be compromised prior to approval.

CREDIT AMOUNT

New Job Creation & Project Investment-Base Credits

- 50% of Illinois payroll withholding of newly created full-time jobs at the project.

Job Training

- 10% of eligible training costs of new full-time employees positions at the project.

New Job Creation Credits & Project Investment-Companies in “Underserved Areas”

For projects located in an “underserved area”, an additional 25% of Illinois payroll withholding of newly created full-time jobs is available if any *one* of the following criteria are met:

- *Poverty rate of at least 20%; or*
- *75% or more of the children in the area are eligible to participate in the federal free lunch or reduced-price meals program; or*
- *At least 20% of the households in the area receive assistance under the Supplemental Nutrition Assistance Program (SNAP); or*
- *Average unemployment rate that is more than 120% of the national unemployment average, for a period of at least two (2) consecutive calendar years preceding the date of the application.*

MINIMUM JOB CREATION AND INVESTMENT REQUIREMENTS

- All parties named on the agreement (*those companies which create jobs, make the investment, or report the credit on their tax return*) **AND THEIR RELATED COMPANIES** are counted.
- Job creation and investment commitments will be included in the EDGE agreement and reflect the size of the project which may be in excess of minimum statutory requirements.

<p>100 or Fewer World-Wide Employees</p> <ul style="list-style-type: none"> ○ <i>Job Creation:</i> The Lesser of <ul style="list-style-type: none"> ▪ 5% of world-wide employment, or ▪ 50 new full time jobs ○ <i>Investment-</i> \$0 * 	<p>More than 100 World-Wide Employees</p> <ul style="list-style-type: none"> ○ <i>Job Creation:</i> The Lesser of <ul style="list-style-type: none"> ▪ 10% of world-wide employment, or ▪ 50 new full time jobs ○ <i>Investment:</i> \$2,500,000
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**Applicant cannot receive more in credits than the project investment.*