



Industrial Revenue Bonds

(IRB)



Purpose

Obtain sales tax exemption on construction materials. Realize a real property tax abatement on non-EDX type companies (limitations apply for retail).

ED Tool Type

Exemption of real property taxes on improvements to land and buildings. Exemption of sales taxes on project construction materials.

Assistance

For tax abatement, 50% base exemption with extra percentages awarded if additional policy criteria met. Up to 10 years for property tax abatement.

Due Diligence

Cost-benefit analysis – if used for a property tax abatement. Capital investment, wage, healthcare insurance and job creation requirements apply.

How it Works

Property owner gets annual reduction of real property taxes for portion of property authorized for abatement. Excludes USD capital outlay and state portion of taxes.

Other

No bond liability for City.

\$1000 Application fee. Origination fees for sales tax exemption only IRBs.