

**ST-587** Exemption Certificate (for Manufacturing, Production Agriculture, and Coal and Aggregate Mining)**Step 1: Identify the seller**

The seller must keep this certificate.

Name _____

Address _____
Number and street

Phone (____) _____

City _____ State _____ ZIP _____

Step 2: Identify the purchaser (lessor)

Name _____

Phone (____) _____

Address _____
Number and streetDate of purchase ____/____/____
Month Day Year

City _____ State _____ ZIP _____

Write the purchaser's Illinois account ID number, FEIN or SSN.

Illinois account ID number _____

FEIN _____ SSN _____

Step 3: Identify the lessee

Name _____

Address _____
Number and street

Phone (____) _____

City _____ State _____ ZIP _____

Step 4: Identify the item you are purchasing (or leasing)

Type of item _____

Serial no. _____

Step 5: Identify how you will use this item. Check the appropriate box. See instructions.

I state that this item will be used

- ☐ primarily in the manufacturing or assembling of tangible personal property for wholesale or retail sale or lease, including graphic arts production. (Effective July 1, 2019, the exemption for manufacturing includes production related tangible personal property.)
- ☐ primarily in production agriculture.
- ☐ primarily for coal and aggregate exploration and related mining, off-highway hauling, processing, maintenance, and reclamation, but excluding motor vehicles required to be registered under the Illinois Vehicle Code.

Step 6: Blanket Certificate Check the appropriate box in each section. Blanket certificates may **not** be used for purchases of items to be used primarily in manufacturing or assembling tangible personal property, or machinery or equipment used in graphic arts production.

I am the identified purchaser, and I certify that

- ☐ all of the purchases that I make from this seller are eligible for the **production agriculture** exemption.
- ☐ the following percentage, _____ %, of all of the purchases that I make from this seller are eligible for the **production agriculture** exemption.
- ☐ all of the purchases that I make from this seller are eligible for the **coal and aggregate mining** exemption.
- ☐ the following percentage, _____ %, of all of the purchases that I make from this seller are eligible for the **coal and aggregate mining** exemption.

Step 7: Sign below

Under penalties of perjury, I state that I have examined this certificate and, to the best of my knowledge, it is true, correct, and complete.

Purchaser's signature _____

Date ____/____/____

You may photocopy this form or you may obtain additional forms by visiting our website at **tax.illinois.gov**.

ST-587 Exemption Certificate (for Manufacturing, Production Agriculture, and Coal and Aggregate Mining)

General Information

When is an Exemption Certificate required?

Generally, an Exemption Certificate is required for proof that no tax is due on any sale that is made tax-free as a sale of machinery or equipment used in graphic arts production, manufacturing machinery, equipment, and tangible personal property to be used primarily in manufacturing or assembling of tangible personal property, production agriculture, or coal and aggregate mining. Effective July 1, 2019, the manufacturing machinery and equipment exemption includes production related tangible personal property, such as supplies and consumables including fuels, coolants, solvents, oils, lubricants, and adhesives, hand tools, protective apparel, and fire and safety equipment, primarily used or consumed in a manufacturing process. The purchaser, at the seller's request, must provide the information that is needed to complete this certificate.

Who keeps the Exemption Certificate?

The seller must keep the certificate. We may request it as proof that no tax was due on the sale of the specified items.

Do not mail the certificate to us.

Can other forms be used?

Yes. You can use other forms or statements in place of this certificate but whatever you use as proof that an exempt sale of the qualified item was made must contain

- the seller's name and address;
- the purchaser's name and address;
- a description of the property being purchased;
- a statement that the property is being purchased for use primarily in (1) manufacturing or assembling of tangible personal property, (2) production agriculture, (3) coal and aggregate mining; and
- the purchaser's signature and date of signing.

Note: A purchase order signed by the purchaser may be used as an Exemption Certificate if it contains all of the previously stated required information.

When is a blanket Exemption Certificate used?

The purchaser may provide a blanket Exemption Certificate to any seller from whom all purchases made are for items to be used primarily in production agriculture or coal and aggregate mining. A blanket certificate can also specify that a percentage of the purchases made from the identified seller will be exempt. In either instance, blanket certificates should be kept up-to-date. If a specified percentage changes, a new certificate should be provided. Otherwise, all certificates should be updated at least every three years.

Note: Blanket certificates may **not** be used for purchases of items to be used primarily in manufacturing or assembling tangible personal property, or machinery or equipment used in graphic arts production.

Specific Instructions

Step 1: Identify the seller

Provide the seller's name, address, and phone number on the lines provided.

Step 2: Identify the purchaser (lessor)

Provide the purchaser's (lessor's) name, address, phone number, and date of purchase on the lines provided. You must also write the purchaser's identification number on the corresponding line.

Step 3: Identify the lessee

If the purchaser is a lessor, provide the lessee's name, address, and phone number on the lines provided.

If the purchaser is not a lessor, leave this step blank and continue to Step 4.

Step 4: Identify the item you are purchasing (leasing)

This includes machinery and repair/replacement parts. Provide the type of item and serial number on the lines provided.

Step 5: Identify how you will use this item

Complete this step if you are using this form for a one-time purchase (manufacturers must use this step because blanket certificates are not accepted for your manufacturing machinery, equipment, and production related tangible personal property). Check the appropriate box to indicate how the equipment will be used.

If you are in production agriculture or coal and aggregate mining and wish to issue this as a blanket certificate, leave this step blank and continue to Step 6.

Step 6: Blanket Certificate

Complete this step **only** if you are using this form as a blanket certificate **and** your primary use is for production agriculture or coal and aggregate mining.

Check the appropriate box to indicate the type of blanket exemption and how the item will be used.

Step 7: Sign Below

The purchaser must sign and date the form.