



**Hundredth Legislature - First Session - 2007
Committee Statement
LB 305**

Hearing Date: January 24, 2007
Committee On: Revenue

Introducer(s): (Fischer, 43)
Title: Change distribution of certain sales tax revenue

Roll Call Vote – Final Committee Action:

- Advanced to General File
 - X Advanced to General File with Amendments
 - Indefinitely Postponed
-

Vote Results:

7	Yes	Senators Burling, Cornett, Dierks, Langemeier, Preister, Raikes and White
0	No	
0	Present, not voting	
1	Absent	Senator Janssen

Proponents:

Senator Deb Fischer
Larry Ruth
Norm Nelson
Loy Todd

Tim Keigher

Lynn Rex
Jack Cheloha
Beth Bazyn Ferrell

Representing:

Introducer
Associated General Contractors – NE Chapter
Greater Omaha Chamber of Commerce
Nebraska New Car & Truck Dealers Association,
Nebraska State Chamber, Nebraska Farm Bureau,
and Nebraska Bankers Association
Nebraska Petroleum Marketers and Convenience
Stores Association
League of Nebraska Municipalities
City of Omaha
Nebraska Association of County Officials

Opponents:

None

Representing:

Neutral:

Doug Ewald, State Tax Commissioner

Representing:

Department of Revenue

Summary of purpose and/or changes:

LB 305 adds the term sale or lease to the statutes requiring that motor vehicle sales tax be placed in the Highway Trust Fund rather than in the state General Fund. This directs the sales tax from leasing of motor vehicles to the same funding program as other sales taxes from motor vehicles. Currently these funds flow to the State General Fund.

Explanation of amendments, if any:

The Committee Amendment limits the sales tax collected on leases that would be deposited in the Highway Trust Fund and Highway Allocation Fund to leases that are for a period of more than 31 days.

Senator Ray Janssen, Chairperson