



**Hundredth Legislature - First Session - 2007
Committee Statement
LB 403**

Hearing Date: January 26, 2007
Committee On: Revenue

Introducer(s): (Schimek)

Title: Change distribution and allocation of certain sales tax revenue and road funds

Roll Call Vote – Final Committee Action:

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

Vote Results:

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

Proponents:

Senator Dianna Schimek
Karl Fredrickson
Bruce Bohrer
Larry Hudkins
Lynn Rex
Jack Cheloha

Representing:

Introducer
City of Lincoln
Lincoln Chamber of Commerce
Lancaster County
League of Nebraska Municipalities
City of Omaha

Opponents:

Mike Hybl
Tim Keigher

Representing:

Nebraska Trucking Association
Nebraska Petroleum Marketers & Convenience Stores Association

Neutral:

Larry Dix

Representing:

Nebraska Association of County Officials

Summary of purpose and/or changes:

LB 403 would have required a different distribution of state motor vehicle sales tax receipts in any future year in which the state may have a sales tax of greater than 5.5 percent. In the event that the state would have implemented a sales tax rate greater than 5.5 percent, the yield from the

sales tax on motor vehicles over 5.5 percent would have been required to be distributed on a per capita basis to counties and cities.

The bill would have also changed provisions requiring sales taxes collected on motor vehicles that are in excess of five percent to be deposited in the Highway Allocation Fund. Under the bill, these sales taxes would have been deposited in the Highway Trust Fund.

Explanation of amendments, if any:

Senator Ray Janssen, Chairperson