

LEGISLATURE OF NEBRASKA
ONE HUNDREDTH LEGISLATURE
FIRST SESSION
LEGISLATIVE BILL 359

Introduced by Pankonin, 2

Read first time January 12, 2007

Committee: Revenue

A BILL

1 FOR AN ACT relating to revenue and taxation; to amend section
2 39-2520, Revised Statutes Cumulative Supplement, 2006; to
3 change provisions relating to use of certain sales tax
4 proceeds; and to repeal the original section.
5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 39-2520, Revised Statutes Cumulative
2 Supplement, 2006, is amended to read:

3 39-2520 (1) All money derived from fees, excises, or
4 license fees relating to registration, operation, or use of
5 vehicles on the public highways, or to fuels used for the
6 propulsion of such vehicles, shall be expended for payment
7 of highway obligations, cost of construction, reconstruction,
8 maintenance, and repair of public highways and bridges and county,
9 city, township, and village roads, streets, and bridges, and
10 all facilities, appurtenances, and structures deemed necessary in
11 connection with such highways, bridges, roads, and streets, or may
12 be pledged to secure bonded indebtedness issued for such purposes,
13 except for (a) the cost of administering laws under which such
14 money is derived, (b) statutory refunds and adjustments provided
15 therein, and (c) money derived from the motor vehicle operators'
16 license fees or money received from parking meter proceeds, fines,
17 and penalties.

18 (2) The requirements of subsection (1) of this section
19 also apply to sales and use taxes imposed on motor vehicles,
20 trailers, and semitrailers pursuant to sections 13-319 and
21 77-27,142, except that such provisions shall not apply in a
22 municipality (a) in which the registered voters have approved
23 an economic development program under the Local Option Municipal
24 Economic Development Act and approved the use of some or all of
25 the sales and use taxes imposed on motor vehicles, trailers, and

1 semitrailers for the economic development program or (b) that has
2 issued bonds ~~(a)~~ (i) the proceeds of which were used for purposes
3 listed in subsection (1) of this section and for which revenue
4 other than sales and use taxes on motor vehicles, trailers, and
5 semitrailers is pledged for payment or ~~(b)~~ (ii) approved by a vote
6 that required the use of sales and use taxes imposed on motor
7 vehicles, trailers, and semitrailers for a specific purpose other
8 than those listed in subsection (1) of this section, until all such
9 bonds issued prior to January 1, 2006, have been paid or retired.
10 The municipality shall include a certification with the report
11 under section 39-2120 showing the amount of revenue other than
12 sales and use tax revenue derived from motor vehicles, trailers,
13 or semitrailers that is to be expended for the purposes listed
14 in subsection (1) of this section and the amount of sales and
15 use taxes expected to be collected from sales of motor vehicles,
16 trailers, and semitrailers for that year.

17 Sec. 2. Original section 39-2520, Revised Statutes
18 Cumulative Supplement, 2006, is repealed.