



Hundredth Legislature - First Session - 2007
Introducer's Statement of Intent
LB 367

Chairperson: Ray Janssen
Committee: Revenue
Date of Hearing: February 2, 2007

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB 367 would reduce state and local taxes more than \$200 million annually. The bill would eliminate the sales tax on construction labor on commercial properties, reduce the state sales tax rate from 5.5 percent to 5.0 percent, and reduce the motor vehicle tax for most motor vehicles by about one-third. The sales tax rate reduction would be a state tax reduction while the elimination of the sales tax on construction labor would be both a state and a local tax reduction. The motor vehicle tax is defined by state law, but the revenue is distributed exclusively to schools, cities, and counties.

Principal Introducer: _____
Senator Ray Janssen