ONE HUNDRED FIRST LEGISLATURE - FIRST SESSION - 2009 COMMITTEE STATEMENT LB161

Hearing Date: Wednesday March 11, 2009

Committee On: Revenue **Introducer:** Pahls

One Liner: Adopt the Business Provided Sales Tax Holiday Act

Roll Call Vote - Final Committee Action:

Indefinitely postponed

Vote Results:

Aye: 7 Senators Adams, Cornett, Dierks, Friend, Hadley, Louden, Utter

Nay:

Absent: 1 Senator White

Present Not Voting:

Proponents: Representing:

Senator Rich Pahls Introducer

Opponents: Representing:

Ron Sedlacek Nebraska Chamber of Commerce, Nebraska Retail

Federaton

Kathy Siefken Nebraska Grocery Industry Association

Neutral:Representing:Jack ChelohaCity of Omaha

Summary of purpose and/or changes:

LB 161 would have created statutory authority for a type of sales tax holiday for consumers of retail goods. Under this proposed change in current sales tax law, retailers could have advertised a sales tax holiday in which they agreed to pay the sales tax for the consumers of their products. This could have occurred only on the first weekend in August of each year. Under this act, the retailers would have been required to pay state and local government the sales tax owed on the purchase price paid by the consumer.

Abbie Cornett, Chairperson