



One Hundred First Legislature - First Session - 2009
Introducer's Statement of Intent
LB 117

Chairperson: Abbie Cornett
Committee: Revenue
Date of Hearing: February 5, 2009

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

LB 117 provides a refundable income tax credit to an eligible retail business taxpayer in an amount equal to two percent of the net taxable sales reported on the tax returns, not to exceed ten thousand dollars for any taxable year. In order to qualify for the income tax credit the retailer must be located in a town with a population 2,500 or less, and the retailer's net taxable sales may not exceed \$500,000 in the taxable year.

LB 117 refers to current statutory definitions to define property, retailer, and sale.

Many communities of 2500 or less have limited services. The income tax credit created in LB 117 allows retailers to increase their business capital in order to continue offering essential goods and services in communities with limited retailers.

Principal Introducer: _____
Senator Deb Fischer