



One Hundred First Legislature - First Session - 2009  
**Introducer's Statement of Intent**  
**LB 460**

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**Chairperson:** Abbie Cornett  
**Committee:** Revenue  
**Date of Hearing:** February 19, 2009

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

Legislative Bill 460 allows purchases made by non-profit hospitals to be distributed to non-profit clinics owned and operated by the hospital without losing their sales tax exemption. It creates an incentive for non-profit hospitals to engage in central purchasing.

Current law exempts purchases by a non-profit hospital from sales taxes, but, by Department of Revenue regulations, the purchased supplies lose their exemption if distributed to non-profit clinics owned by the hospital.

**Principal Introducer:**

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**Senator Mike Friend**  
**District 10**