



LB 403
Annual Report to the Legislature
Tax Commissioner Kim Conroy
January 31, 2014

Reporting Requirement

[Neb. Rev. Stat. § 4-113](#). Each state agency which administers any program of public benefits shall provide an annual report not later than January 31 for the prior year to the Governor and the Clerk of the Legislature with respect to compliance with sections 4-108 to 4-113 of this act. The report shall include, but not be limited to, the total number of applicants for benefits and the number of applicants rejected pursuant to such sections.

Previous LB 403 Annual Reports from the Nebraska Department of Revenue can be found at revenue.nebraska.gov/research/lb403_report/lb403_report.html.

Nebraska Advantage Programs

The Nebraska Advantage Act, the Nebraska Advantage Rural Development Act, and the Nebraska Advantage Microenterprise Tax Credit Act require a taxpayer to file an application to describe a project and to request participation in the incentive program. The applications and application guides include the requirement that the work eligibility of all newly-hired employees in Nebraska must be verified. For applications filed on or after October 1, 2009, the taxpayer is required to provide proof of registration for E-Verify, the federal electronic verification program. In some cases, the application date was delayed until the applicant documented the registration process.

The utilization of the E-Verify program for new employees has been confirmed for qualified projects with an application date on or after October 1, 2009. The audit testing found that no benefits were allowed for employees that were not properly verified. The Department audits the use of the E-Verify program and the eligibility of the newly-hired Nebraska employees when each project attains the minimum required levels of investment and employment necessary for benefits.

Nebraska Advantage Applications		
Dated January 1, 2013 to December 31, 2013		
	Applications Received	Applications Rejected
Nebraska Advantage Act	51	0
Nebraska Advantage Rural Development Act	2	0
Nebraska Advantage Microenterprise Tax Credit Act	239	0

The Nebraska Department of Revenue's (Department's) website notifies taxpayers planning to claim the Nebraska Advantage Research and Development Credit of the requirement to use E-Verify to confirm the work eligibility of all newly-hired employees employed in Nebraska.

The Research Tax Credit Worksheet, Form 3800N Worksheet RD, includes several questions asking claimants to confirm that they are using E-Verify for newly-hired employees. The utilization of the E-Verify program for new employees is not confirmed at the time the return is processed. The Department audits this process after returns claiming the credit have been processed.

Nebraska Advantage Returns Processed		
January 1, 2013 to December 31, 2013		
	Returns Processed	Returns Rejected
Nebraska Advantage Research & Development Credit Act	149	12

Nebraska Advantage Act Links (relating to requirements in LB 403):

- [Nebraska Advantage Act Application Guide](#)
- [Nebraska Advantage Rural Development Act Application Guide](#)
- [Nebraska Advantage Microenterprise Tax Credit Act Application Guide](#)
- [Nebraska Advantage Act E-Verify Notice](#)
- [Nebraska Advantage Act Research Tax Credit Worksheet, Form 3800N, Worksheet RD](#)

Charitable Gaming, Nebraska Lottery, and Nebraska Athletic Commission

The Charitable Gaming Division requires any new applicants for a county/city lottery worker license, utilization of funds member license, sales agent license, or gaming manager license to include the information required by the U.S. Citizenship Attestation Form.

The Nebraska Lottery requires all applicants for a retailer's contract who are individuals or sole proprietors to complete and submit the U.S. Citizenship Attestation Form.

The Nebraska Athletic Commission requires applicants for all licenses (contestant, seconds, judges, referees, physicians, and matchmakers) to complete and submit the U.S. Citizenship Attestation Form.

Gaming, Lottery, and Athletic Commission Applications		
January 1, 2013 to December 31, 2013		
	Applications Received	Applications Rejected
Charitable Gaming	1,573	0
Nebraska Lottery	60	0
Nebraska Athletic Commission	722	0

Charitable Gaming, Nebraska Lottery, and Nebraska Athletic Commission Links (relating to requirements of LB 403):

- [Charitable Gaming Division Homepage](#)
- [Nebraska Lottery Legislative Update on LB 403](#)
- [Nebraska County/City Lottery Worker Application, Schedule III, Form 50G](#)
- [Nebraska Athletic Commission Homepage](#)

Property Assessment - Homestead Tax Exemption

The Property Assessment Division requires all applicants for the homestead exemption to attest to their U.S. citizenship or provide their immigration status and alien number. The attestation is included on the Nebraska Homestead Exemption Application, Form 458.

Homestead exemption applications may not be filed until February 2 each year. All alien numbers are verified with U.S. Citizenship and Immigration Services of the Department of Homeland Security.

Homestead Applications		
January 1, 2013 to December 31, 2013		
	Applications Received	Applications Rejected
Property Assessment	49,394	0

Property Assessment Division Link (relating to requirements of LB 403):

- [Nebraska Homestead Exemption Application or Certification of Status, Form 458](#)