

One Hundred Seventh Legislature - First Session - 2021

Introducer's Statement of Intent

LB502

Chairperson: Senator Lou Ann Linehan

Committee: Revenue

Date of Hearing: February 18, 2021

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

LB502 provides eligible Nebraska Advantage participants with a sales tax exemption, instead of a refund as is currently allowed, following their obtainment of threshold requirements and qualification of the taxpayer's project.

Within 60 days of the bill's effective date, current Advantage participants may elect to be issued a direct pay permit that will allow them a sales tax exemption once the participant is at or above required levels of employment and investment. Until that threshold is reached, the participant will continue to pay required sales and use tax.

This bill provides administrative alignment in the sales and use tax incentive with the ImagiNE Nebraska Act passed last year and improves budgetary predictability for municipalities with incentive projects within their jurisdiction.

Principal Introducer: _____

Senator Michael Flood