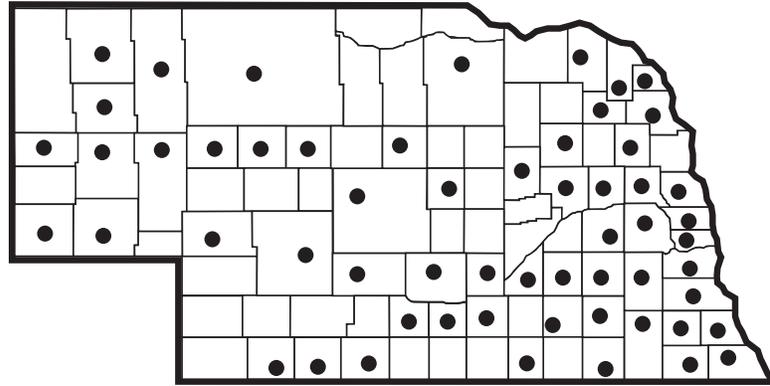


LB775 Activity Through 12/31/98



A company has to file an application with the Nebraska Department of Revenue which describes their project and which states the planned amount of investment and additional employment. The applications are reviewed and, if approved, the Nebraska Department of Revenue and the applicant enter into a formal agreement which is signed by both parties. An application or an agreement can be withdrawn. Also, an application or agreement may be deleted for failure to meet the required levels within the time allowed.

Analysis of Applications and Agreements				
	Applications Received	Active Projects	Planned Investment (billions)	Planned New Jobs
Signed Agreements				
Active	334	334	3.904	30,798
Withdrawn	30			
Deleted	39			
Completed	8			
Subtotal-totalsigned agreements	411			
Applications				
Pending as of 12/31/98	118	118	1.511	8,915
Withdrawn	31			
Deleted	29			
Total	589	452	5.415	39,713

To earn the credits provided by LB 775, the investment must be made and the jobs created during the "attainment period," which includes the year of the application and the succeeding six tax years. Two hundred and fifty-four projects have reached the minimum required levels and qualified to receive credits and/or sales and use tax refunds. Eight of these projects have received all expected benefits and are completed.

Table 1 Analysis of Active Applications by Year of Application and, if Qualified, by Year Qualification Verified

Application Year	Total Number of Active Applicants	Year Verified												Total	Completed Projects	Active Projects
		1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998				
1987	90	13	30	23	11	1	6	4	1	1			90	7	83	
1988	29		2	10	6	3		2	3	2			29	1	28	
1989	29			1	4	4	9	1	6	3			28		28	
1990	15					4	2		4	4	1		15		15	
1991	21						2	1	3	2	2		12		12	
1992	25								3	4	2	3	14		14	
1993	20									5	3	2	10		10	
1994	36									6	4	7	20		20	
1995	58										6	7	25		25	
1996	52										6	13	11		11	
1997	45										2	9				
1998	40															
Total	460	13	32	34	21	14	18	13	31	27	28	23	254	8	246	
Completed Projects	8	4	1	1	2	0	8									
Active Projects	452	9	31	33	19	14	18	13	31	27	28	23	246			