

State of Nebraska Tax Expenditure Report 2000



Prepared by
Nebraska Department of Revenue
Mary Jane Egr, State Tax Commissioner
Lincoln, Nebraska

October 13, 2000

TAX EXPENDITURE REPORT

for

Sales and Use Tax, Nebraska and Local Option

Property Assessment/Taxation and Homestead Exemptions

Individual, Fiduciary, and Corporation Income Tax, and Financial Institution Tax

Railroads, Public Service Entities, Car Lines, and Air Carrier Flight

Equipment Property Tax

Alcoholic Beverages Tax and Fees

Bingo, Lottery, Raffle, and Lottery by Pickle Card Tax

Cigarette Tax

Corporation Occupation Tax

Documentary Stamp Tax

Estate Tax and Generation-Skipping Transfer Tax

Inheritance Tax

Insurance Premium Tax

Local Occupation and License Tax

Lodging Tax, Nebraska and County

Motor Vehicle Fuels, Aircraft Fuels, Diesel Fuel, and Compressed Fuel Tax

Motor Vehicle Registration and Licensing Fees

Oil and Gas Severance Tax

Parimutuel Wagering Tax

Fertilizer Fee

Public Power and Irrigation Districts' Gross Revenue Tax

Waste Reduction and Recycling Fees

Petroleum Release Remedial Action Fee

Employment and Investment Growth Act, Employment Expansion and Investment Incentive Act

(Including the Enterprise Zone Act), and the Quality Jobs Act

October 15, 2000

Prepared by

Nebraska Department of Revenue

Research Division,

Assisted by the Special Services Division, Motor Fuels Division,
Charitable Gaming Division, Legal Division, and the Revenue Operations Division.

With the cooperation of

the Nebraska Secretary of State,

the Nebraska Liquor Control Commission,

the Nebraska Department of Insurance,

the Nebraska Department of Motor Vehicles,

and the Nebraska Department of Property Assessment and Taxation.

INTRODUCTION

Under the provisions of the Tax Expenditure Reporting Act found in sections 77-379 through 77-385, R.R.S. 1996, the Nebraska Department of Revenue has prepared this Tax Expenditure Report and Summary for 2000. This report and summary constitute the review of tax expenditures required in every even-numbered year. It is the intent of the Legislature to provide a mechanism through this material to better determine those sectors of the economy which are receiving indirect subsidies as a result of tax expenditures.

A tax expenditure is defined by statute as a revenue reduction that occurs in the tax base of the state or a political subdivision as a result of an exemption, deduction, exclusion, tax deferral, credit, or preferential rate introduced into the tax structure. The tax expenditures included here are those in effect on July 1, 2000. The report and summary include all tax programs which generate state or local revenue annually in excess of \$2 million.

During the next legislative session, the Governor's office, the State Tax Commissioner, and the Legislature may be recommending elimination or change in some of the tax expenditures noted. Recommendations regarding the tax expenditures need not be limited to those appearing in this document.

We wish to acknowledge the cooperation and the contribution of the following state agencies: Department of Insurance, Department of Motor Vehicles, Liquor Control Commission, the Secretary of State, and the Department of Property Assessment and Taxation.

A copy of this report has been delivered to the Governor, the Executive Board of the Legislative Council, the chairpersons of the Legislature's Revenue and Appropriations Committees, and to all members of the Legislature. It is also one of the publications available on the Internet at www.nol.org/revenue.

If, after reviewing this report, you have any questions concerning its content or any related area, please feel free to contact the Research Division, Nebraska Department of Revenue at (402) 471-5699.

Mary Jane Egr
State Tax Commissioner

October 13, 2000

TAX EXPENDITURE REPORT, 2000

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