
State of Nebraska

2008

**Tax Expenditure
Report and Summary**

Prepared by

Nebraska Department of Revenue

Douglas A. Ewald, Tax Commissioner

Lincoln, Nebraska



Nebraska Department of

REVENUE

October 15, 2008

TAX EXPENDITURE REPORT

for

Sales and Use Tax, Nebraska and Local Option
Property Assessment 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 Fuels, and Compressed Fuel Tax
Motor Vehicle Registration and Licensing Fees
Oil and Gas Severance Tax
Pari-Mutuel Wagering Tax
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), Quality Jobs Act, Invest Nebraska Act,
Rural Economic, Nebraska Advantage Act, Nebraska Advantage Rural Development Act,
Nebraska Advantage Microenterprise Tax Credit Act, and the Nebraska Advantage
Research and Development Act.

October 15, 2008

Prepared by

Nebraska Department of Revenue
Research, Policy, and Communications Section of the Policy Division,

with the assistance of

Motor Fuels, Property Assessment,
and the Charitable Gaming Divisions,

and the cooperation of

the Nebraska Secretary of State,
the Nebraska Liquor Control Commission,
the Nebraska Department of Insurance,
and the Nebraska Department of Motor Vehicles.

Introduction

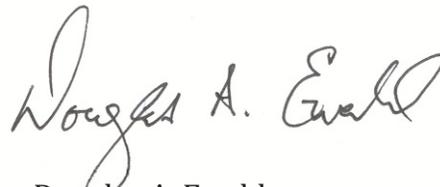
This 2008 Tax Expenditure Report and Summary is published by the Department of Revenue, pursuant to the Tax Expenditure Reporting Act, Neb. Rev. Stat. §§77-379 through 77-385 (R.R.S. 1996). This report provides a review of tax expenditures, which is required in even numbered years to enable the Legislature to better determine those sectors of the economy which are receiving indirect subsidies as a result of tax expenditures.

A “tax expenditure” is defined 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. See, Neb. Rev. Stat. §77-381(1) (R.R.S. 1996). The tax expenditures included in this report are those in effect on July 1, 2008. All tax programs which generate state or local revenue annually in excess of \$2 million are included in this report.

This report is submitted to the Governor, the Executive Board of the Legislative Council, and the chairpersons of the Legislature’s Revenue and Appropriations Committees. This report is also available on the Department of Revenue’s Web site at: www.revenue.ne.gov.

A sincere thank you is extended to the following state agencies for their cooperation and contribution to this report: the Department of Insurance, the Department of Motor Vehicles, the Liquor Control Commission, and the Secretary of State.

The Department of Revenue appreciates any comments or questions regarding the format, content, and usefulness of the information provided in this report.



Douglas A. Ewald
Tax Commissioner

October 15, 2008

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