

Employment and Investment Growth Act, LB 775, as amended

Neb. Rev. Stat. §77-4110 states:

77-4110. Annual report; contents. (1) The Tax Commissioner shall submit an annual report to the Legislature no later than March 15 of each year.

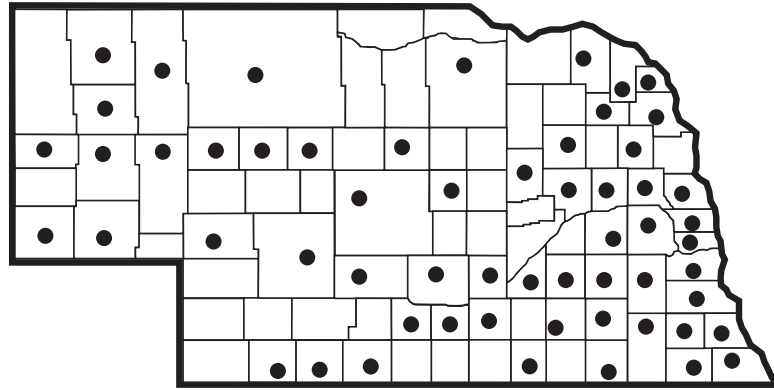
(2) The report shall list (a) the agreements which have been signed during the previous calendar year, (b) the agreements which are still in effect, (c) the identity of each taxpayer, and (d) the location of each project.

(3) The report shall also state by industry group (a) the specific incentive options applied for under the Employment and Investment Growth Act, (b) the refunds allowed on the investment, (c) the credits earned, (d) the credits used to reduce the corporate income tax and the credits used to reduce the individual income tax, (e) the credits used to obtain sales and use tax refunds, (f) the number of jobs created, (g) the total number of employees employed in the state by the taxpayer on the last day of the calendar quarter prior to the application date and the total number of employees employed in the state by the taxpayer on subsequent reporting dates, (h) the expansion of capital investment, (i) the estimated wage levels of jobs created subsequent to the application date, (j) the total number of qualified applicants, (k) the projected future state revenue gains and losses, (l) the sales tax refunds owed to the applicants, (m) the credits outstanding, and (n) the value of personal property exempted by class in each county.

(4) No information shall be provided in the report that is protected by state or federal confidentiality laws.

(5) By December 1, 1990, the Department of Revenue shall prepare a report with the available information required in this section for all prior years the act has been in effect. Information required in this section that is not available to the department for the report due December 1, 1990, shall be provided in the next annual report.

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 - total signed 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			1	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		2	12		12
1992	25								3	4	2	3	2	14		14
1993	20									5	3	2		10		10
1994	36									6	4	7	3	20		20
1995	58										6	13	6	25		25
1996	52											2	9	11		11
1997	45															
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	0	0	0	0	0	0	8			
Active Projects	452	9	31	33	19	14	18	13	31	27	28	23	246			

Agreements Signed in 1998

Company Name	Project Type	Project Location
1 Ag-Bag International Limited	3/30	Blair
2 Arnold Engineering Company	3/30	Norfolk
3 Baldwin Filters, Inc.	10/100	Kearney and Gothenburg
4 Ballantyne of Omaha, Inc. & Subs.	3/30	Omaha
5 Becton Dickinson	3/30	Holdrege, Columbus, Broken Bow
6 Caterpillar Claas America LLC	10/100	Omaha
7 Central States Health & Life	3/30	Greater Omaha Metropolitan Area
8 Empire Fire & Marine Insurance Co.	10/100	Omaha and other locations
9 HDR, Inc.	10/100	Omaha
10 Isco, Inc.	10/100	Lincoln
11 Kroy Building Products, Inc.	3/30	York
12 LI-COR, Inc.	3/30	Lincoln
13 Pegler-Sysco	3/30	Omaha, Lincoln, Grand Island and other locations
14 Peoples Natural Gas	3/30	Omaha
15 Platte Valley Financial Services	3/30	Scottsbluff
16 Porter Chadburn, Inc.	10/100	Omaha
17 Premoule America Inc.	10/100	Omaha
18 Reinke Manufacturing Company, Inc.	3/30	Deshler
19 Rosen's Diversified, Inc.	10/100	Omaha
20 Sitel Corporation	10/100	Omaha
21 Tri-V Tool & Die Company	3/30	Omaha area
22 William H. Harvey Co.	3/30	Omaha

Agreements Signed in 1987 That are Still in Effect

Company Name	Project Type	Project Location
1 American Business Lists	3/30	Greater Omaha Metropolitan Area
2 American Tool Companies Inc	10/100	In or around DeWitt and Lincoln
3 Applied Communications Inc	10/100	Greater Omaha Metropolitan Area
4 Bankers Life Ins. Co. of NE	10/100	Lincoln
5 Central States Health & Life Co.	10/100	Greater Omaha Metropolitan Area
6 ConAgra Inc.	10/100	In or around metropolitan Omaha
7 Dale Electronics Inc.	10/100	Columbus and Norfolk
8 Delicious Foods Co.	10/100	Greater Grand Island Area
9 Dubuque Packing Co.	10/100	Norfolk
10 Duncan Aviation Inc.	3/30	Lincoln
11 Epsen Hilmer Graphics	3/30	Omaha
12 First Data Resources	10/100	Douglas County
13 Foote & Davies/Lincoln	10/100	Greater Lincoln Metropolitan Area
14 Goodyear Tire and Rubber Co.	10/100	Lincoln
15 Greater Omaha Packing Co.	3/30	Omaha
16 IBP Inc.	10/100	Dakota City and West Point
17 IBP Inc.	10/100	Madison
18 LRC Inc. & Subs	3/30	Omaha, Lincoln, York, Crete, Norfolk
19 Lancer Label Inc	10/100	Omaha
20 Lozier Corporation	10/100	Omaha

Company Name	Project Type	Project Location
21 M P S Inc.	10/100	Hall, Lancaster, Douglas, and Sarpy counties
22 Marianna Imports Inc	3/30	Greater Omaha Metropolitan Area
23 Neapco Inc.	3/30	Beatrice
24 NEBCO Inc.	3/30	Dodge, Lancaster, Douglas, Sarpy, Cass Otoe, and Saunders Counties
25 Nebraska/ DUPACO	10/100	Greater Omaha Metropolitan Area
26 Northwestern Bell Telephone Co.	10/100	Omaha area
27 Omaha Steaks International	10/100	Metropolitan Omaha Area
28 Pacesetter Corporation	3/30	Greater Omaha Metropolitan Area
29 Pegler-Sysco	3/30	Omaha, Lincoln, and Grand Island
30 Peoples Natural Gas	10/100	Omaha
31 Peter Kiewit Sons' Inc.	10/100	Greater Omaha Metropolitan Area
32 Physicians Mutual Insurance	10/100	Omaha
33 Square D Company	10/100	Lincoln
34 United Parcel Service Inc.	10/100	Douglas, Lancaster Counties, city of Kearney and other locations
35 ValCom Inc.	3/30	Greater Omaha Metropolitan Area
36 Valmont Industries Inc.	10/100	Valley
37 Werner Enterprises Inc.	10/100	Douglas and Sarpy Counties
38 West Telemarketing Corp.	10/100	Greater Omaha Metropolitan Area

Agreements Signed in 1988 That are Still in Effect

Company Name	Project Type	Project Location
1 Affiliated Foods Cooperative Inc.	3/30	Norfolk
2 AirLite Plastics Company	3/30	Greater Omaha Metropolitan Area
3 Alpo Petfoods Inc.	10/100	Crete, Lincoln
4 American Freezer Services	3/30	Norfolk
5 Automated Monitoring & Control Inc.	10/100	Greater Omaha Metropolitan Area
6 Becton Dickinson	10/100	Columbus, Broken Bow, and Holdrege
7 Blue Cross & Blue Shield	3/30	Omaha, Lincoln, and other locations
8 Cook Family Foods of NE	10/100	Lincoln
9 Cox Cable Omaha Inc.	3/30	Greater Omaha Metropolitan Area
10 Dana Corporation	3/30	Hastings
11 Dutton-Lainson Co.	3/30	Hastings
12 Eaton Corporation	3/30	Kearney
13 Farmers & Merchants	3/30	Lincoln, Omaha, Milford, Wahoo, Columbus, Syracuse, Auburn, Beatrice, Pawnee City, Oxford, Taylor, Kearney, Rising City, and other locations
14 First National of Nebraska	10/100	Greater Omaha Metropolitan Area
15 Grand Island Accessories Inc.	3/30	Grand Island
16 Great Plains Packaging Group	3/30	Hastings and Lincoln
17 Guarantee Mutual Life Co.	10/100	Greater Metropolitan Omaha Area
18 HW Mangelsens Inc.	3/30	Greater Omaha Metropolitan Area
19 Harris Technology Group Inc.	10/100	Lancaster County
20 Iams Company	3/30	Hamilton County
21 Int'l Galleries, Ltd.	10/100	Lancaster, Sarpy, Douglas Counties
22 Kellogg Company	20/0	Greater Omaha Metropolitan Area
23 Land and Sky Inc. the	3/30	Lincoln, Lancaster County, and other locations in Southeast

Company Name	Project Type	Project Location
24 Metromail	10/100	Lancaster and Seward Counties
25 Metz Baking Co.	10/100	Hastings, Omaha, South Sioux City, Beatrice, and Bellevue
26 Milton G. Waldbaum Company	10/100	Wakefield
27 Minnesota Mining & Mfg. Co.	3/30	Valley
28 Modern Equipment Co. Inc.	3/30	Douglas County
29 Nashua Corporation	3/30	Douglas County
30 Norden Laboratories	10/100	Lincoln
31 Nucor Corporation	3/30	Norfolk
32 Oriental Trading Co. Inc.	10/100	Greater Omaha Metropolitan Area
33 Peed Corporation	3/30	In or around metropolitan Lincoln
34 Selection Research Inc.	10/100	Lincoln
35 Sitel Corporation	3/30	Greater Omaha Metropolitan Area
36 Streck Laboratories Inc.	3/30	Greater Omaha Metropolitan Area
37 Swift-Eckrich Inc.	3/30	Greater Omaha Metropolitan Area
38 TV Transmission Inc.	3/30	Lincoln, Lancaster County, Crete, Auburn, Nebraska City, Tecumseh, Table Rock, Pawnee City, Humboldt, Omaha, Fairbury, Superior, York, David City, Seward, Fremont, Dodge County, Inglewood, Douglas County, and other locations
39 TransTerra Company	3/30	Metro Omaha
40 Union Pacific Railroad	10/100	Greater Omaha Metropolitan Area
41 Universal Assurors	3/30	Greater Omaha Metropolitan Area
42 Vickers Incorporated	10/100	Greater Omaha Metropolitan Area
43 Walker Manufacturing Co.	3/30	Seward
44 Wilkinson Manufacturing Co.	3/30	Ft. Calhoun

Agreements Signed in 1989 That are Still in Effect

Company Name	Project Type	Project Location
1 AT & T Technologies Inc.	20/0	Omaha
2 Abbott Bank	3/30	Alliance, Merriman, Chadron, Gordon, Mullen, Thedford, Valentine, Cody, Bridgeport, Hemingford, and Hyannis
3 Appleton Electric Company	3/30	Columbus
4 Coleman Powermate Inc.	3/30	Hastings and Kearney
5 ConAgra Inc.	3/30	South Sioux City
6 DESCO Corp.	3/30	Hastings and Oshkosh
7 Douglas & Lomason Co.	3/30	Platte County and other locations
8 Ford New Holland Inc.	3/30	Grand Island
9 IBP Inc.	10/100	Lexington
10 Idelman Telemarketing Inc.	3/30	Greater Omaha Metropolitan Area
11 J.A. Baldwin Mfg. Co.	10/100	Kearney
12 Lenco Company	10/100	Lincoln, and Waverly
13 Omni Holding Company	3/30	Omaha, Douglas and Sarpy Counties
14 Pamida Inc.	3/30	Omaha
15 Principal Financial Group	3/30	Grand Island
16 Radio Engineering Ind. Inc.	3/30	Omaha
17 Sun Husker Foods Inc.	10/100	Lincoln
18 Tri-Con Industries Inc.	3/30	Lincoln
19 Utell International	10/100	Omaha
20 Waste Technical Services	3/30	Kimball
21 Yasufuku USA Inc.	3/30	Lincoln

Agreements Signed in 1990 That are Still in Effect

Company Name	Project Type	Project Location
1 900 Services, Inc.	10/100	Greater Omaha Metropolitan Area
2 Accent Service Company Inc.	3/30	Omaha, Lincoln, Fremont and Norfolk
3 American Information Systems Inc.	3/30	Greater Omaha Metropolitan Area
4 American Meter Company	3/30	Nebraska City
5 American MicroTrace	3/30	Fairbury
6 Brass Buckle Inc.	3/30	Kearney
7 Brunswick Corporation	3/30	Lancaster County
8 Call Interactive	10/100	Greater Omaha Metropolitan Area
9 ConAgra Inc.	10/100	Hastings
10 Data Transmission Network	3/30	Douglas County
11 Deeter Foundry Inc.	3/30	Lincoln
12 Dorsey Laboratories, Div. of Sandoz Pharmaceuticals Corp.	10/100	Lancaster County
13 Eagle Plastics Inc.	3/30	Hastings
14 Excel Corp.	10/100	Schuyler
15 Exmark Manufacturing Co. Inc.	3/30	Beatrice
16 Farmland Foods Inc.	10/100	Crete
17 First Commerce Bancshares	10/100	Lincoln, Grand Island, Columbus, Kearney, North Platte, and other locations
18 Ford Motor Credit Company	10/100	Omaha
19 Fremont Beef Company	10/100	Fremont
20 Goodyear Tire & Rubber	3/30	Norfolk
21 Great West Casualty Co.	3/30	South Sioux City
22 Hyatt Hotels Corporation	10/100	Omaha
23 Industrial Machine Spec. Inc.	3/30	Lincoln
24 K-B Foods Inc.	3/30	Douglas County
25 Kawasaki Motors Mfg Corp.	10/100	Lincoln
26 Lester Electric	3/30	Lancaster County and adjacent counties
27 Lincoln Benefit Life	3/30	Lincoln
28 Lindsay Manufacturing Co.	3/30	Lindsay
29 Lyman-Richey Corp. Western	3/30	Omaha, Grand Island, McCook, Central & Nebraska
30 May Telemarketing Inc.	3/30	Omaha and other locations
31 Mid-America Computer Corp.	10/100	Blair
32 Midlands Packaging Corp.	3/30	Lincoln
33 Millard Refrigeration Services	10/100	Douglas and Sarpy Counties
34 Molex Inc.	3/30	Lincoln
35 Nebraska Book Company	3/30	Lincoln
36 Nebraska Cellular Telephone	3/30	Grand Island, Hastings, Kearney, York, North Platte, Lexington, Brady, Paxton, Ogallala, Seward, Norfolk, Columbus, Fremont, Sidney, Scottsbluff, Beatrice, Ashland, O'Neill, Ord, and other locations
37 Norfolk Iron & Metal Co.	3/30	Norfolk and Scottsbluff
38 Precision Bearing Co.	10/100	Omaha, Lincoln, Grand Island, Lexington, Norfolk, Columbus, and other locations
39 Rotella's Italian Bakery Inc.	3/30	Greater Omaha Metropolitan Area
40 T-L Irrigation Co	3/30	Hastings
41 Telenational Communications	3/30	Omaha and other locations
42 William H. Harvey Company	3/30	Greater Omaha Metropolitan Area
43 Wilson Concrete Co.	3/30	La Platte
44 Wright Printing Company	3/30	Omaha

Agreements Signed in 1991 That are Still in Effect

Company Name	Project Type	Project Location
1 Bemis Company, Inc.	3/30	Omaha
2 Chief Industries Inc.	10/100	Hastings
3 Drake Williams Steel Inc.	3/30	Omaha
4 Firstier Financial Services	3/30	Lincoln, Omaha, Scottsbluff, and Norfolk
5 Lincoln Machine Inc.	3/30	Lancaster County
6 Linweld Inc.	3/30	Lincoln, Hastings, Holdrege, Columbus, Omaha, Kearney, Waverly, Norfolk, Grand Island, Scottsbluff
7 Mallory USA Inc.	3/30	South Sioux City
8 Minnesota Corn Processors	10/100	Columbus
9 Monroe Auto Equipment	3/30	Cozad
10 Shade Pasta Inc.	10/100	Fremont
11 Union Pacific Railroad	3/30	Various Locations
12 Western Sugar Company	3/30	Scottsbluff

Agreements Signed in 1992 That are Still in Effect

Company Name	Project Type	Project Location
1 Baker's Supermarket	3/30	Omaha
2 Bio Nebraska Inc.	10/100	Lincoln
3 Brownie Mfg. Company Inc.	3/30	Waverly
4 California Energy Co. Inc.	3/30	Omaha
5 Campbell Soup Company	10/100	Omaha
6 Centurion International Inc.	3/30	Lincoln
7 Design Plastics Inc.	3/30	Omaha
8 M-C Industries Inc.	3/30	Geneva
9 Paracclipse Inc.	3/30	Columbus
10 PrestoLite Wire Corporation	10/100	Sidney
11 Store Kraft Manufacturing Co.	3/30	Beatrice
12 Team Spirit Inc.	3/30	Omaha
13 Tekton Inc. & Subsidiaries	3/30	Pender

Agreements Signed in 1993 That are Still in Effect

Company Name	Project Type	Project Location
1 Ag Processing Inc.	3/30	Omaha
2 American Shizuki Corp.	3/30	Ogallala
3 Cargill Inc.	10/100	Washington County
4 ConAgra Inc.	10/100	Omaha
5 Flexcon Company, Inc.	10/100	Columbus
6 Grapevine Systems Inc.	3/30	Omaha
7 Henningsen Foods Inc.	3/30	David City and other locations
8 Kelly Industries Inc.	3/30	Fremont
9 Lincoln Plating Company	3/30	Lincoln
10 Sapp Bros Truck Stops Inc.	3/30	Statewide
11 FOFTI L.C.	10/100	Greater Omaha
12 Tenaska Inc.	3/30	Omaha
13 Transcript International, Ltd.	10/100	Lincoln
14 Travel & Transport Inc.	3/30	Omaha and other locations

Agreements Signed in 1994 That are Still in Effect

Company Name	Project Type	Project Location
1 Auburn Consolidated Industries	3/30	Auburn
2 Beef Products Inc.	10/100	Dakota City and future locations
3 Excel Corporation	10/100	Nebraska City
4 First Data Corporation	10/100	Omaha
5 First National of Nebraska	10/100	Omaha
6 Fleming Companies Inc.	3/30	Lincoln
7 Greif Bros. Corporation	3/30	Omaha
8 Information Technology Inc.	3/30	Lincoln
9 JDD Inc. (Engineered Lumber Sys.)	3/30	Lincoln
10 LAB Interlink Inc.	3/30	Omaha
11 Lanter Company	3/30	Omaha
12 Lincoln Steel Company	3/30	Lincoln
13 MANN'S International Meat	3/30	Omaha
14 Mutual of Omaha	20/0	Omaha
15 Nebraska Beef Ltd.	10/100	Omaha
16 Nebraska Furniture Mart	3/30	Omaha
17 Nucor Corporation	20/0	Norfolk
18 Sherwood Medical Company	3/30	Norfolk

Agreements Signed in 1995 That are Still in Effect

Company Name	Project Type	Project Location
1 ACCUMA Corporation	3/30	Gage County
2 AGP Corn Processing	10/100	Central Nebraska
3 American Business Information	10/100	Omaha
4 American Laboratories, Inc.	3/30	Omaha
5 American Tool Co. Inc.	10/100	DeWitt and Lincoln areas
6 Behlen Mfg. Co.	3/30	Columbus and Omaha
7 Blue Cross & Blue Shield	10/100	Omaha, Lincoln and other locations
8 Cabela's Inc.	10/100	Sidney and Kearney
9 ConAgra Inc.	10/100	Omaha
10 Food Services of America	3/30	Omaha
11 Hudson Foods Inc.	10/100	Columbus
12 Lincoln Poultry and Egg Company	3/30	Lincoln
13 MCI Telecommunications Corp.	10/100	Omaha
14 MFS Communications Company, Inc.	10/100	Omaha
15 Metromail Corporation	10/100	Lancaster and Seward Counties
16 Neapco Inc.	3/30	Beatrice
17 Nebraska Energy LLC	3/30	Aurora
18 Oilgear Company	3/30	Fremont
19 Prairie Systems	10/100	Omaha
20 Scoular Company & Subsidiaries	10/100	Omaha and other locations
21 TCG Omaha	3/30	Omaha
22 Werner Enterprises	10/100	Douglas and Sarpy Counties
23 Workpoint Systems Inc.	3/30	Omaha

Agreements Signed in 1996 That are Still in Effect

Company Name	Project Type	Project Location
1 Acceptance Insurance	10/100	Omaha
2 American Freezer	10/100	Norfolk and Omaha
3 Archer Daniels Midland Company	20/0	Lincoln
4 Automatic Equipment Manufacturing	3/30	Pender
5 Burlington Northern	3/30	Statewide
6 C.J. Foods	3/30	Pawnee City
7 Cable Services Group, Inc.	10/100	Omaha
8 Computer Cable Connection	3/30	Bellevue
9 Consolidated Business Systems, Inc.	3/30	Omaha
10 DAYCO Products, Inc.	3/30	Alliance and McCook
11 Farmers & Merchants Investments Inc.	3/30	Statewide
12 Gallup Organization	3/30	Lincoln
13 Garner Industries	3/30	Lincoln
14 Goodyear Tire & Rubber Company	10/100	Lincoln
15 Greater Omaha Packing Co.	10/100	Omaha
16 GreenStone Industries-Norfolk Parco	3/30	Norfolk
17 IBP Inc.	10/100	Madison
18 Iams Company	3/30	Aurora
19 Inacom Corp.	10/100	Greater Omaha Metropolitan Area
20 Lincoln Telecommunications	20/0	Eastern Nebraska
21 Lincoln Telecommunications	3/30	Eastern Nebraska
22 Morris Press & Office Supplies, Inc	3/30	Lexington and Kearney
23 Omaha Steaks International	10/100	Metropolitan Omaha Area
24 Oriental Trading Co. Inc.	10/100	Omaha
25 Parker Hannifin Corp.	3/30	Lincoln
26 Pennington Seed, Inc. of Nebraska	10/100	Sidney
27 Peter Kiewit Sons Inc.	10/100	Omaha
28 Phillips Manufacturing Company	3/30	Omaha Area
29 Physicians Mutual Insurance	10/100	Omaha
30 Pioneer Hi-Bred Int. Inc.	3/30	York
31 Regal Printing Company	3/30	Omaha
32 Richman Gordman 1/2 Price Store	10/100	Omaha
33 Senior Technologies Inc.	3/30	Lincoln
34 Square D Company	20/0	Lincoln
35 Tender Heart Treasures Ltd.	10/100	Omaha
36 Union Pacific Railroad Co.	3/30	Statewide
37 Union Pacific Railroad Co.	3/30	Greater Omaha Area
38 Vickers Incorporated	20/0	Omaha
39 West Telemarketing Corp.	10/100	Omaha

Agreements Signed in 1997 That are Still in Effect

Company Name	Project Type	Project Location
1 ACI Telecentrics, Inc.	3/30	Chadron, Ogallala and other locations
2 Affiliated Food Stores	3/30	Norfolk
3 Airlite Plastics Company	3/30	Greater Omaha Metropolitan Area
4 Arnie's Bagelicious Bagels	3/30	Nebraska City
5 Call Interactive	10/100	Greater Omaha Metropolitan Area
6 Central States of Omaha Companies	10/100	Omaha
7 Cincinnati Bell	10/100	Omaha
8 Commercial Federal Bank	10/100	Omaha, Lincoln Metro areas and other locations
9 Cox Communications Omaha, Inc.	3/30	Omaha
10 Distefano Tool & Die Company, Inc.	3/30	Omaha
11 Dixie Carbonic, Inc.	3/30	Gage County
12 Duncan Aviation	3/30	Lincoln
13 Eaton Corporation	20/0	Kearney
14 First Commerce Bancshares	10/100	Lincoln, Grand Island, Columbus, Kearney, North Platte, and other locations
15 Frito Lay Inc.	3/30	Central Nebraska
16 Geo. A. Hormel & Co.	10/100	Fremont
17 High Plains Corporation	10/100	York County
18 Hydraulic Components Inc.	3/30	Hartington
19 IBP, Inc.	10/100	Dakota City West Point
20 IBP, Inc.	10/100	Gibbon
21 Information Communication Enter. Inc.	10/100	Waverly
22 International Spices, LTD	3/30	Elkhorn
23 J&B Wholesale Distributing Inc.	3/30	Greater Omaha Metropolitan Area
24 Kellogg Company	3/30	Omaha
25 Lozier Corporation	10/100	Omaha
26 Marshall Engines Inc.	3/30	Kearney
27 Midwest Web Inc.	3/30	Lincoln
28 Minnesota Mining & Mfg.	3/30	Valley
29 Nebraska Litho Company	3/30	Lincoln
30 Nedelco Inc. & Subsidiaries	3/30	Aurora
31 Omaha Cellular Telephone Company	20/0	Omaha
32 Orion Systems, LTD	10/100	Omaha
33 Pacesetter Corporation	10/100	Omaha, Grand Island and other Nebraska locations
34 Peed Corporation	3/30	Lincoln and other locations
35 Premier Industries Inc.	3/30	Mead
36 Quality Pork International, Inc.	10/100	Omaha
37 Reliance Electric	3/30	Columbus
38 Sandoz Pharmaceutical Corp.	10/100	Lincoln
39 Security Mutual Life Insurance Co.	3/30	Lincoln
40 Sprint Spectrum L.P.	10/100	Statewide Service Area
41 SpyroTech Corporation	3/30	Lincoln
42 Streck Laboratories	10/100	Omaha
43 U S West Inc.	20/0	Statewide Service Area
44 U.S. West Inc.	3/30	Omaha Area
45 Valmont Industries Inc.	10/100	Valley
46 Walker Manufacturing Co.	3/30	Seward

Summary of LB 775 Benefits Approved Through 12/31/98

Table 2 summarizes the credits earned and used and the direct sales/use tax refunds approved for qualified companies through December 31, 1998. Also included are the sales and use tax refunds pending approval at year end. Detail by type of agreement is provided in Table 3.

Detail by industry group is provided in Tables 4 through 8 and 10 through 14. Table 9 breaks down sales tax refunds between city and state tax. Tables 15 through 25 regroup the companies by year of qualification.

Summary of LB 775 Benefits Approved

Table 2

The Department of Revenue has conducted field reviews of companies which filed reports with the department indicating that they had met the minimum new jobs and investment levels to qualify for incentives. Table 1 shows the number of qualifying companies verified by field review. Based on these examinations, the department has approved:

	1988-1994*	1995	1996	1997	1998	Total
Investment Credits	\$364,404,226	\$132,316,992	\$ 87,265,973	\$148,254,617	\$100,958,948	\$ 833,200,756
New Jobs Credits	159,521,763	43,203,871	40,387,977	39,729,028	40,089,986	322,932,625
Total Credits Earned	<u>\$523,925,989</u>	<u>\$175,520,863</u>	<u>\$127,653,950</u>	<u>\$187,983,645</u>	<u>\$141,048,934</u>	<u>\$1,156,133,381</u>
Credits Used						
Income Tax**	\$121,216,301	\$43,701,987	\$50,905,348	\$48,725,683	\$44,257,680	\$308,806,999
Sales/Use Tax Refunds	84,061,204	32,432,343	35,547,699	40,400,815	56,039,915	248,481,976
Total Credits Used	<u>\$205,277,505</u>	<u>\$76,134,330</u>	<u>\$86,453,047</u>	<u>\$89,126,498</u>	<u>\$100,297,595</u>	<u>\$557,288,975</u>
Direct Sales/Use Tax Refunds on Investment	\$164,898,618	\$39,440,318	\$50,768,751	\$30,092,262	\$49,765,826	\$334,965,775
Recapture***						
Repaid From Credits	\$1,905,893	\$680,555	\$414,659	\$1,066,309	\$1,284,532	\$5,351,948
	0	564,176	739,988	424,278	274,014	2,002,456
Qualified Investment	\$5,346,834,173	\$1,498,911,442	\$976,199,731	\$1,773,427,614	\$1,218,979,775	\$10,814,352,735
New Jobs of Qualifying Companies	31,130	8,224	7,704	5,754	5,885	58,697
Sales/Use Tax Refunds Pending Approval at Year End		\$23,999,488	\$18,907,607	\$42,399,495	\$29,305,069	

* For details by year see 1995 Annual Report

	1988-94	1995	1996	1997	1998	Total
** Corporate	\$ 98,968,187	\$36,689,563	\$36,416,262	\$41,854,411	\$35,704,704	\$249,633,127
Individual	22,248,114	7,012,424	14,489,086	6,871,272	8,552,976	59,173,872
Total	\$121,216,301	\$43,701,987	\$50,905,348	\$48,725,683	\$44,257,680	\$308,806,999

*** If a company fails to maintain either the minimum employment or investment required by its agreement, one seventh of the refunds and one-seventh of the credits used are recaptured and one-seventh of the credit carryover at the end of the entitlement period is recaptured for each year the company is below the required levels. Through December 31, 1998, twenty-two companies were in recapture. \$3,797,764 in repayment due has been netted from approved refund claims, and \$1,554,183, plus interest, has been repaid in cash. Credit carryover for companies that have reached the end of the entitlement period has been reduced by \$2,002,456.

Description of Application Options

\$20M investment and no employees. Benefits include:

- Election to use “sales only” factor to apportion state taxable income, and
- Direct refund of all sales and use tax paid on purchases of qualified property at the project.

\$3M investment and 30 employees. In addition to the benefits listed above, a \$3M + 30 applicant is eligible for:

- Five percent tax credit on the amount the total compensation paid to employees who are either Nebraska employees or base-year employees exceeds the compensation attributed to base-year employees, and
- Ten percent tax credit on total investment in qualified property.

\$10M investment and 100 employees. In addition to the benefits listed above, a \$10M + 100 applicant is eligible for property tax exemption on:

- Turbine-powered aircraft or jets,
- Mainframe business computers and peripheral components used at the project, and
- Equipment used directly in processing agricultural products.

Please note that a company applying under the \$10M + 100 employee option has a two-part agreement, one at the \$3M + 30 employee level and one at the \$10M + 100 employee level. The companies listed as having applied under the \$10M + 100 employee level may only have qualified under the \$3M + 30 employee portion of their agreement. The only additional benefits available under the \$10M + 100 employee portion of an agreement are the property tax benefits.

Table 3 shows the total benefits approved for each type of agreement, as described above, through 1998.

Table 4 shows the types of companies that are included in each industry group. The industry groups are based on Standard Industrial Classification (SIC) codes. All industry groups include a minimum of three (3) companies. The options under which companies in each industrial group have qualified are shown in the last column.

**Table 3 Analysis of Benefits Approved by Type of Agreement
(Cumulative Through 1998)**

	\$20 Million 0 Employees	\$3 Million 30 Employees	\$10 Million 100 Employees	Total
Number of Companies	13	133	108	254
Investment Credits		\$299,982,053	\$533,218,703	\$ 833,200,756
New Jobs Credits		119,962,630	202,969,995	322,932,625
Total Credits Earned		<u>\$419,944,683</u>	<u>\$736,188,698</u>	\$1,156,133,381
Credits Used				
Income Tax		\$117,181,041	\$191,625,958	\$308,806,999
Sales/Use Tax Refunds		70,489,561	177,992,415	248,481,976
Total Credits Used		<u>\$187,670,602</u>	<u>\$369,618,373</u>	\$557,288,975
Direct Sales/Use Tax Refunds on Investment	\$72,847,913	\$83,377,116	\$178,740,746	\$334,965,775
Qualified Investment	\$2,483,156,892	\$2,999,820,253	\$5,331,375,590	\$10,814,352,735
New Jobs of Qualifying Companies		22,625	36,072	58,697
Sales/Use Tax Refunds Pending Approval at Year End (12-31-98)	\$6,100,227	\$9,074,879	\$14,129,963	\$29,305,069

LB 775 Companies Whose Qualifications Have Been Approved As Of 12/31/98

Table 4

Classification Into Industry Group by Standard Industrial Classification (SIC) and Option Under Which Applied

Division	SIC, Major Industry Group Titles	Option Under Which Applied
Construction & Manufacturing	15, 16, 25, 26, 27 Construction, Furniture, Fixtures, Printing and Publishing 201 Meat Products 202-209 Other Food Products 28, 30, 32 Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products 33 Primary Metal Products 34, 37 Fabricated Metal Products, Transportation Equipment 35 Industrial and Commercial Machinery 36 Electronic and Other Electric Equipment 38, 39 Instruments and Related Products, Miscellaneous Manufacturing	3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 20M 3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 20M 3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 20M 3M + 30 emp 10M + 100 emp 20M 3M + 30 emp 10M + 100 emp
Transportation & Public Utilities	40, 49 Railroads, Electric and Gas, and Sanitary Services 42 Trucking and Warehousing 48 Communications	3M + 30 emp 10M + 100 emp 20M 3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 20M
Wholesale & Retail Trade	50, 51 Durable Goods and Non-durable Goods	3M + 30 emp 10M + 100 emp
Finance, Insurance & Real Estate	60, 61 Depository Institutions and Non-Depository Credit Institutions 62, 63 Insurance Carriers, Security, and Commodity Brokers	3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 20M
Services	73, 76, 87, 89 Business Services, Miscellaneous Repair Services, Engineering and Management Services, and Miscellaneous Services	3M + 30 emp 10M + 100 emp

LB 775 INDUSTRY GROUP DETAIL

Analysis of Credits

Tables 5 and 6 show an analysis of credits earned and used in 1998 and cumulative through 1998 by industry group. Total credits earned consist of both investment and employment credits. Both types of credits go into a credit pool and can be used to offset corporate or individual income tax liability and to receive a refund of otherwise non-refundable sales or use tax paid on purchases at the project.

Credits distributed to either corporate or individual shareholders or partners totaled \$35,796,994 in 1988-1994, \$12,629,458 in 1995, \$17,116,811 in 1996, \$8,585,518 in 1997 and \$10,944,731 in 1998. Distributed credits may only be used to offset corporate or individual income tax liabilities.

Table 5 Analysis of Credits by Industry Group (1998 Only)

Industry Group	Total Credits Earned	CREDITS USED		Credits Recaptured	Credit Balance
		Income Tax	Sales Tax		
Construction, Furniture, Fixtures, Printing and Publishing	\$ 4,885,169	\$ 3,534,437	\$ 2,510,968		\$ (1,160,236)
Meat Products	9,311,848	1,541,457	4,387,648		3,382,743
Other Food Products	9,867,968	3,085,526	2,805,320		3,977,122
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	8,868,756	2,592,097	3,808,423		2,468,236
Primary Metal Products	4,919,132	1,294,925	1,549,877		2,074,330
Fabricated Metal Products	2,415,923	304,667	2,419,508		(308,252)
Industrial and Commercial Machinery, Transportation Equipment	2,955,611	1,692,692	3,240,831	267,464	(2,245,376)
Electronic and Other Electric Equipment	6,250,795	975,366	4,055,349		1,220,080
Instruments and Related Products, Miscellaneous Manufacturing	2,086,292	753,361	2,847,020		(1,514,089)
Railroads, Electric and Gas Services, and Sanitary Services	26,532,928	2,381,429	6,722,161		17,429,338
Trucking and Warehousing	4,283,727	2,189,218	1,006,458		1,088,051
Communications	9,560,217	4,953,932	1,232,844		3,373,441
Durable Goods and Non-durable Goods	7,801,099	3,217,365	1,799,620		2,784,114
Depository Institutions and Non-depository Credit Institutions	10,259,295	753,417	4,797,305		4,708,573
Insurance Carriers, Security, and Commodity Brokers	9,669,908	694,274	2,156,566		6,819,068
Business Services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	21,380,266	14,293,517	10,700,017	6,550	(3,619,818)
Total	\$141,048,934	\$44,257,680	\$56,039,915	\$274,014	\$40,477,325

LB 775 INDUSTRY GROUP DETAIL

**Table 6 Analysis of Credits by Industry Group
(Cumulative Through 1998)**

Industry Group	Total Credits Earned	CREDITS USED		Credits Recaptured	Credit Balance
		Income Tax	Sales Tax		
Construction, Furniture, Fixtures, Printing and Publishing	\$ 54,320,905	\$ 21,135,963	\$ 15,088,454		\$ 18,096,488
Meat Products	105,404,139	21,213,972	26,642,741	564,176	56,983,250
Other Food Products	100,001,359	21,070,671	19,003,485		59,927,203
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	137,608,992	20,278,016	21,433,082		95,897,894
Primary Metal Products	29,307,285	12,112,478	8,408,676		8,786,131
Fabricated Metal Products	32,683,530	12,478,733	9,814,203	590,373	9,800,221
Industrial and Commercial Machinery, Transportation Equipment	30,931,773	5,324,083	15,089,039	267,464	10,251,187
Electronic and Other Electric Equipment	33,082,421	4,974,836	12,051,803		16,055,782
Instruments and Related Products, Miscellaneous Manufacturing	36,915,773	8,012,907	12,400,267		16,502,599
Railroads, Electric and Gas Services, and Sanitary Services	124,689,359	35,406,221	13,644,244		75,638,894
Trucking and Warehousing	24,699,191	11,957,563	2,070,930		10,670,698
Communications	95,886,150	43,791,261	1,463,915		50,630,974
Durable Goods and Non-durable Goods	47,145,816	18,083,395	7,326,296	258,954	21,477,171
Depository Institutions and Non-depository Credit Institutions	52,346,027	4,217,206	22,685,445		25,443,376
Insurance Carriers, Security, and Commodity Brokers	40,655,103	8,703,915	13,094,170	314,939	18,542,079
Business Services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	210,455,558	60,045,779	48,265,226	6,550	102,138,003
Total	\$1,156,133,381	\$308,806,999	\$248,481,976	\$2,002,456	\$596,841,950

LB 775 INDUSTRY GROUP DETAIL

Sales and Use Tax Refunds

There are two types of sales and use tax refunds available under LB775; direct refunds and refunds using credits.

The direct refund is available on qualified property (see Table 10 narrative for the definition of qualified property) and on aircraft. The total direct refunds through December 31, 1998 were \$334,965,775. Refunds were \$327,290,473 on qualified property and \$7,675,302 on aircraft.

Credits earned on investment and employment increases may be used to obtain a refund of otherwise nonrefundable sales and use tax paid on purchases at the project.

Tables 7 and 8 show a summary of sales and use tax refunds by industry group in 1998 and cumulative through 1998. The last column of Table 7 shows the sales and use tax refunds pending approval on December 31, 1998.

Table 9 shows a breakdown of the total sales and use tax refunds between city and state tax.

Table 7 Analysis of Sales/Use Tax Refunds by Industry Group (1998 Only)

Industry Group	APPROVED REFUNDS			Refunds Pending as of 12/31/98
	Direct Refunds	Refunds Using Credits	Total	
Construction, Furniture, Fixtures, Printing and Publishing	\$ 847,359	\$ 2,510,968	\$ 3,358,327	\$ 2,164,471
Meat Products	2,351,054	4,387,648	6,738,702	472,996
Other Food Products	2,953,079	2,805,320	5,758,399	2,663,286
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	4,485,215	3,808,423	8,293,638	1,920,113
Primary Metal Products	2,566,709	1,549,877	4,116,586	4,570,655
Fabricated Metal Products	510,774	2,419,508	2,930,282	169,251
Industrial and Commercial Machinery, Transportation Equipment	496,505	3,240,831	3,737,336	94,243
Electronic and Other Electric Equipment	1,851,807	4,055,349	5,907,156	165,675
Instruments and Related Products, Miscellaneous Manufacturing	723,864	2,847,020	3,570,884	361,655
Railroads, Electric and Gas Services, and Sanitary Services	4,109,582	6,722,161	10,831,743	124,597
Trucking and Warehousing	716,471	1,006,458	1,722,929	892,994
Communications	11,764,944	1,232,844	12,997,788	4,289,593
Durable Goods and Non-durable Goods	2,600,787	1,799,620	4,400,407	1,398,317
Depository Institutions and Non-depository Credit Institutions	3,477,095	4,797,305	8,274,400	1,698,817
Insurance Carriers, Security, and Commodity Brokers	3,669,501	2,156,566	5,826,067	467,544
Business Services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	6,641,080	10,700,017	17,341,097	7,850,862
Total	\$49,765,826	\$56,039,915	\$105,805,741	\$29,305,069

Table 8

LB 775 INDUSTRY GROUP DETAIL

Analysis of Sales/Use Tax Refunds by Industry Group (Cumulative through 1998)

Industry Group	APPROVED REFUNDS		
	Direct Refunds	Refunds Using Credits	Total Refunds
Construction, Furniture, Fixtures, Printing and Publishing	\$ 13,160,057	\$ 15,088,454	\$ 28,248,511
Meat Products	14,838,231	26,642,741	41,480,972
Other Food Products	31,248,512	19,003,485	50,251,997
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	33,750,703	21,433,082	55,183,785
Primary Metal Products	8,655,617	8,408,676	17,064,293
Fabricated Metal Products	6,886,813	9,814,203	16,701,016
Industrial and Commercial Machinery, Transportation Equipment	5,846,347	15,089,039	20,935,386
Electronic and Other Electric Equipment	13,174,712	12,051,803	25,226,515
Instruments and Related Products, Miscellaneous Manufacturing	9,297,912	12,400,267	21,698,179
Railroads, Electric and Gas Services, and Sanitary Services	35,892,578	13,644,244	49,536,822
Trucking and Warehousing	3,940,543	2,070,930	6,011,473
Communications	58,046,904	1,463,915	59,510,819
Durable Goods and Non-durable Goods	10,570,757	7,326,296	17,897,053
Depository Institutions and Non-depository Credit Institutions	12,085,468	22,685,445	34,770,913
Insurance Carriers, Security, and Commodity Brokers	23,466,457	13,094,170	36,560,627
Business Services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	54,104,164	48,265,226	102,369,390
Total	\$334,965,775	\$248,481,976	\$583,447,751

Table 9

Analysis of Sales/Use Tax Refunds

	APPROVED REFUNDS NET OF RECAPTURE						Refunds Pending as of 12/31/98
	1988-94*	1995	1996	1997	1998	Total	
Number of Claims	2,498	696	687	634	880	5,395	178
State Tax	\$206,239,361	\$61,040,197	\$73,639,893	\$58,687,406	\$88,541,648	\$488,148,505	\$24,342,485
City Tax	41,133,624	10,535,051	12,454,369	10,938,701	16,439,735	91,501,480	4,962,584
Total	\$247,372,985	\$71,575,248	\$86,094,262	\$69,626,107	\$104,981,383	\$579,649,985	\$29,305,069

* For detail by year see 1995 Annual Report.

LB 775 INDUSTRY GROUP DETAIL

Table 10 details the investment in qualified property by industry group. Qualified property is any tangible property of a type subject to depreciation, amortization, or other recovery under the Internal Revenue Code of 1986, or the components of such property, that will be used at the project. Qualified property does not include (a) aircraft, barges, motor vehicles, railroad rolling stock, or watercraft or (b) property that is rented by the taxpayer qualifying under the Employment and Investment Growth Act to another person.

Table 10 **Investment in Qualified Property
by Industry Group**

Industry Group	1988-94*	1995	1996	1997	1998	Total
Construction, Furniture, Fixtures, Printing and Publishing	\$ 189,286,585	\$ 50,543,097	\$ 31,021,425	\$ 46,331,110	\$ 27,966,590	\$ 345,148,807
Meat Products	383,396,340	86,475,850	56,327,288	91,262,852	59,111,210	676,573,540
Other Food Products	603,959,611	122,240,870	130,206,411	69,910,130	77,868,760	1,004,185,782
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	352,535,123	316,473,759	82,237,811	375,245,930	65,641,750	1,192,134,373
Primary Metal Products	116,206,070	19,627,526	14,216,025	17,966,780	236,364,293	404,380,694
Fabricated Metal Products	105,900,674	52,423,474	21,142,457	16,409,860	13,917,010	209,793,475
Industrial and Commercial Machinery, Transportation Equipment	103,219,045	24,648,392	30,309,226	13,829,640	36,511,719	208,518,022
Electronic and Other Electric Equipment	172,694,208	62,058,827	38,133,251	61,084,130	46,427,370	380,397,786
Instruments and Related Products, Miscellaneous Manufacturing	178,324,399	36,840,495	23,568,149	13,852,600	15,741,200	268,326,843
Railroads, Electric and Gas Services, and Sanitary Services	655,159,402	176,952,445	133,157,295	333,345,360	218,237,510	1,516,852,012
Trucking and Warehousing	51,640,923	15,065,580	8,907,630	10,225,470	16,446,160	102,285,763
Communications	1,372,693,609	214,768,076	17,306,277	410,029,789	38,913,169	2,053,710,920
Durable Goods and Non-durable Goods	107,865,865	27,597,554	49,582,528	41,543,210	59,370,700	285,959,857
Depository Institutions and Non-depository Credit Institutions	170,118,676	20,126,182	70,941,758	29,461,670	87,432,420	378,080,706
Insurance Carriers, Security, and Commodity Brokers	274,599,400	47,841,848	39,978,250	26,467,918	82,229,544	471,116,960
Business Services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	509,234,243	225,227,467	229,163,950	216,461,165	136,800,370	1,316,887,195
Total	\$5,346,834,173	\$1,498,911,442	\$976,199,731	\$1,773,427,614	\$1,218,979,775	\$10,814,352,735

*For details by year see 1995 Annual Report.

LB 775 INDUSTRY GROUP DETAIL

Number of New Jobs Created

Table 11 shows the number of new full-time equivalent (FTE) employees at the projects as compared to the prior year.

A full-time equivalent employee equates to an employee with 40 hours paid in a week. An employee with 60 hours paid in a week would be counted as 1.5 FTE employees.

The increase in FTE employees is calculated by subtracting the FTE employees at the project in the tax year prior to the year of application from the number of FTE employees in the reporting tax year.

A company is required to maintain a minimum 30 FTE employee increase to avoid recapture. However, a company that previously showed a FTE employee increase of 80 could fall back to a 30 FTE employee increase without going into recapture.

Table 11 **Number of Jobs Created by Industry Group**
Full-Time Equivalent (FTE) Employees

Industry Group	1988-94	1995	1996	1997	1998	Total
Construction, Furniture, Fixtures, Printing and Publishing	1,759	481	12	23	283	2,558
Meat Products	6,665	838	770	1,331	910	10,514
Other Food Products	2,146	872	(56)	233	283	3,478
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	1,192	564	377	611	364	3,108
Primary Metal Products	633	386	138	237	175	1,569
Fabricated Metal Products	1,123	536	(78)	87	302	1,970
Industrial and Commercial Machinery, Transportation Equipment	789	592	281	104	341	2,107
Electronic and Other Electric Equipment	776	315	432	44	838	2,405
Instruments and Related Products, Miscellaneous Manufacturing	1,043	171	232	(181)	95	1,360
Railroads, Electric and Gas Services, and Sanitary Services	764	57	509	243	818	2,391
Trucking and Warehousing	1,273	200	529	342	231	2,575
Communications	218	49	88	353	11	719
Durable Goods and Non-durable Goods	1,795	451	435	471	321	3,473
Depository Institutions and Non-depository Credit Institutions	1,968	361	604	(72)	(84)	2,777
Insurance Carriers, Security, and Commodity Brokers	1,059	142	413	452	511	2,577
Business Services, Miscellaneous Repair Services, Engineering, Management Services, and Miscellaneous Services	7,927	2,209	3,018	1,476	486	15,116
Total	31,130	8,224	7,704	5,754	5,885	58,697

LB 775 INDUSTRY GROUP DETAIL

Average Salary of New Employees

Tables 12-13 show the estimated average salary of new employees for 1998 and cumulative through 1998. The average salary for each industry group is the weighted average salary for that group.

The weighted average salary for a group is calculated by multiplying the number of new full-time equivalent (FTE) employees for a company by the estimated annual salary of new employees at that company. This product is then added to the product for the other companies in the group, and the total is divided by the total number of new FTE employees in the group. For example:

	(1)	(2)	(3)	(4)
Company	New FTE Employees	Average Salary	Product (1 x 2)	Weighted Average Salary (3 ÷ 1)
A	10	\$30,000	300,000	
B	100	10,000	1,000,000	
C	20	20,000	400,000	
Group Total	130		\$1,700,000	\$13,077

Table 12 Average Salary of New Employees by Industry Group (1998)

Industry Group	Total New FTE Employees	Estimated Average Salary of New Employees
Construction, Furniture, Fixtures, Printing and Publishing	283	\$34,371
Meat Products	910	21,329
Other Food Products	283	24,580
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	364	25,815
Primary Metal Products	175	30,306
Fabricated Metal Products	302	18,864
Industrial and Commercial Machinery, Transportation Equipment	341	27,849
Electronic and Other Electric Equipment	838	22,526
Instruments and Related Products, Miscellaneous Manufacturing	95	20,929
Railroads, Electric and Gas Services, and Sanitary Services	818	56,298
Trucking and Warehousing	231	24,059
Communications	11	20,898
Durable Goods and Non-durable Goods	321	27,735
Depository Institutions and Non-depository Credit Institutions	(84)	N/A
Insurance Carriers, Security, and Commodity Brokers	511	28,509
Business Services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	486	29,809
Total	5,885	\$29,594 *

* \$176,648,692/5,969 (Negative FTE Employees Excluded)

LB 775 INDUSTRY GROUP DETAIL

**Table 13 Average Salary of New Employees by Industry Group
(Cumulative through 1998)**

Industry Group	Total New FTE Employees	Estimated Average Salary of New Employees
Construction, Furniture, Fixtures, Printing and Publishing	2,558	\$23,563
Meat Products	10,514	19,576
Other Food Products	3,478	23,310
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	3,108	26,202
Primary Metal Products	1,569	29,990
Fabricated Metal Products	1,970	25,102
Industrial and Commercial Machinery, Transportation Equipment	2,107	29,052
Electronic and Other Electric Equipment	2,405	20,311
Instruments and Related Products, Miscellaneous Manufacturing	1,360	28,019
Railroads, Electric and Gas Services, and Sanitary Services	2,391	52,561
Trucking and Warehousing	2,575	24,484
Communications	719	31,857
Durable Goods and Non-durable Goods	3,473	26,071
Depository Institutions and Non-depository Credit Institutions	2,777	22,463
Insurance Carriers, Security, and Commodity Brokers	2,577	25,879
Business Services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	15,116	21,990
Total	58,697	\$24,480 *

* \$1,436,916,014 / 58,697

LB 775 INDUSTRY GROUP DETAIL

Total Number of People Employed in Nebraska by Qualified LB 775 Applicants

Table 14 shows a comparison of the total number of people employed in Nebraska by the qualified LB 775 applicants at the end of the quarter prior to the date of application with the total number of people employed in Nebraska on the most recent reporting date. No information is included for projects which are beyond the end of the seven-year entitlement period and are no longer earning new benefits. The increase in total number of people employed for projects in the entitlement period per Table 14 may be less than the cumulative increase in full-time equivalent employees reported in Table 13 for all projects which have had qualified employment growth.

The number of people employed is not measured the same as the number of full-time equivalent (FTE) employees shown previously in this report. The numbers shown in this table are simply the number of people employed by the qualified LB 775 applicants statewide in Nebraska on a specific date, without regard to the number of hours those people worked.

Table 14 **Total Number of People Employed
by Qualified LB 775 Applicants
by Industry Group**

Industry Group	End of Quarter Prior to Date of Application	Most Recent Reporting Date	Increase (Decrease)
Construction, Furniture, Fixtures, Printing and Publishing	2,735	3,653	918
Meat Products	7,595	10,540	2,945
Other Food Products	4,359	6,106	1,747
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	2,652	4,610	1,958
Primary Metal Products	2,894	3,990	1,096
Fabricated Metal Products	1,521	1,992	471
Industrial and Commercial Machinery, Transportation Equipment	2,318	3,588	1,270
Electronic and Other Electric Equipment	1,120	2,331	1,211
Instruments and Related Products, Miscellaneous Manufacturing	923	1,093	170
Railroads, Electric and Gas Services, and Sanitary Services	9,534	11,910	2,376
Trucking and Warehousing	3,367	5,051	1,684
Communications	2,171	2,375	204
Durable Goods and Non-durable Goods	4,420	5,592	1,172
Depository Institutions and Non-depository Credit Institutions	3,452	4,783	1,331
Insurance Carriers, Security, and Commodity Brokers	9,346	10,992	1,646
Business Services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	12,498	16,972	4,474
Total	70,905	95,578	24,673

Summary of Benefits by Year Qualification Verified

Tables 15-25 separate the data for the 254 companies that have qualified for benefits by the end of 1998 into groups based on the year the department originally verified the company had qualified for benefits. In 1998, 105 companies had previously reached the end of their entitlement period and were no longer eligible to earn credits.

When a company qualifies for benefits under LB 775, the Department of Revenue will verify its eligibility for initial credits and sales and use tax refunds as soon as the company has the necessary documentation prepared. In following years, the taxpayer files its Form 775N with its Nebraska income tax return to claim additional credits.

In some instances, a fiscal year taxpayer that qualified in one year may not have filed its income tax return for the subsequent year until after the end of the next calendar year. For example, if a taxpayer qualified at the end of its June 30, 1995 tax year, the department might have verified its qualification in 1995. However, the company's tax return, including its Form 775N, for the tax year ended June 30, 1996, might not have been filed until April 15, 1997. While the data for 1996 would show no additional credits for the company, any credits used or direct refunds of sales and use tax approved or pending would be included in the 1996 data.

For this reason only 20 of the 28 companies verified as qualifying in 1997 filed a Form 775N claiming additional credits in 1998. This pattern occurred in the prior years also.

Table 15 **Summary of Benefits by Year**
(Companies Verified as Qualifying in 1988)

	1988-1994*	1995	1996	1997	1998	Total
Number of Companies Reporting	N/A	10	0	0	0**	
Investment Credits	\$42,049,056	\$(160,847)	\$(13,899)	\$ 8,006	\$(83,443)	\$41,798,873
New Jobs Credits	<u>23,818,733</u>	<u>82,266</u>	<u>0</u>	<u>(962,921)</u>	<u>0</u>	22,938,078
Total Credits Earned	\$65,867,789	\$ (78,581)	\$(13,899)	\$(954,915)	\$(83,443)	\$64,736,951
Credits Used						
Income Tax	\$ 8,490,195	\$1,520,211	\$1,643,548	\$1,574,594	\$1,032,294	\$14,260,842
Sales/Use Tax Refunds	<u>21,814,190</u>	<u>6,268,273</u>	<u>4,121,579</u>	<u>2,002,320</u>	<u>7,405,635</u>	41,611,997
Total Credits Used	\$30,304,385	\$7,788,484	\$5,765,127	\$3,576,914	\$8,437,929	\$55,872,839
Direct Sales/Use Tax Refunds on Investment	\$41,583,912	\$1,629,496	\$2,018,719	0	\$(153,085)	\$45,079,042
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$2,521,491	\$4,271,843	\$3,613,608	\$1,101,353	N/A
Qualified Investment	\$1,439,468,615	\$23,093,116	\$(138,992)	\$80,060	\$(834,430)	\$1,461,668,369
New Jobs of Qualifying Companies	3,433	0	0	0	0	3,433

* For detail by year see 1994 Annual Report.

** All projects approved in 1988 are past the end of their entitlement period. However, audit adjustments to previous credits allowed or benefits received may still be reflected in current year credits earned.

Table 16

**Summary of Benefits by Year
(Companies Verified as Qualifying in 1989)**

	1989-1994*	1995	1996	1997	1998	Total
Number of Companies Reporting	N/A	28	3	0	0**	
Investment Credits	\$158,199,760	\$29,186,668	\$405,201	\$(1,744,959)	\$(119,485)	\$185,927,185
New Jobs Credits	64,788,034	11,908,051	135,304	(298,619)	(130,843)	76,401,927
Total Credits Earned	\$222,987,794	\$41,094,719	\$540,505	\$(2,043,578)	\$(250,328)	\$262,329,112
Credits Used						
Income Tax	\$64,811,288	\$17,323,919	\$10,989,161	\$17,530,040	\$ 7,133,808	\$117,788,216
Sales/Use Tax Refunds	33,376,261	10,549,605	12,377,658	17,800,561	8,002,748	82,106,833
Total Credits Used	\$98,187,549	\$27,873,524	\$23,366,819	\$35,330,601	\$15,136,556	\$199,895,049
Direct Sales/Use Tax Refunds on Investment	\$62,384,900	\$8,579,472	\$3,074,841	\$545,482	\$(298,115)	\$74,286,580
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$6,414,705	\$1,931,428	\$5,578,622	\$1,232,314	N/A
Qualified Investment	\$1,843,643,744	\$363,328,494	\$4,052,009	\$(17,449,590)	\$(1,194,850)	\$2,192,379,807
New Jobs of Qualifying Companies	10,415	841	2	0	0	11,258

* For detail by year see 1994 Annual Report.

** All projects approved in 1989 are past the end of their entitlement period. However, audit adjustments to previous credits allowed or benefits received may still be reflected in current year credits earned.

Table 17

**Summary of Benefits by Year
(Companies Verified as Qualifying in 1990)**

	1990-1994*	1995	1996	1997	1998	Total
Number of Companies Reporting	N/A	33	23	4	1**	
Investment Credits	\$71,171,642	\$10,839,523	\$ 7,031,209	\$2,024,408	\$(162,012)	\$ 90,904,770
New Jobs Credits	39,861,799	11,972,455	8,406,779	2,406,838	78,388	62,726,259
Total Credits Earned	\$111,033,441	\$22,811,978	\$15,437,988	\$4,431,246	\$ (83,624)	\$153,631,029
Credits Used						
Income Tax	\$23,224,178	\$ 8,279,139	\$ 7,821,671	\$ 4,748,802	\$ 4,764,057	\$48,837,847
Sales/Use Tax Refunds	17,066,932	6,111,018	7,125,056	6,794,910	6,777,780	43,875,696
Total Credits Used	\$40,291,110	\$14,390,157	\$14,946,727	\$11,543,712	\$11,541,837	\$92,713,543
Direct Sales/Use Tax Refunds on Investment	\$24,419,712	\$6,939,221	\$1,782,194	\$1,085,151	\$1,817,596	\$36,043,874
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$3,915,294	\$4,219,540	\$2,504,885	\$2,015,826	N/A
Qualified Investment	\$804,497,157	\$124,591,109	\$70,312,094	\$62,643,870	\$(1,620,120)	\$1,060,424,110
New Jobs of Qualifying Companies	7,053	1,721	860	174	6	9,814

* For detail by year see 1994 Annual Report.

** Thirty-three companies had previously reached the end of their entitlement period and were no longer eligible to earn credits.

Table 18

**Summary of LB 775 Benefits by Year
(Companies Verified as Qualifying in 1991)**

	1991-1994*	1995	1996	1997	1998	Total
Number of Companies Reporting	N/A	21	18	14	3**	
Investment Credits	\$28,002,924	\$ 4,666,466	\$ 4,746,552	\$ 4,656,481	\$1,694,507	\$43,766,930
New Jobs Credits	17,075,340	7,052,933	10,121,179	7,812,190	568,865	42,630,507
Total Credits Earned	<u>\$45,078,264</u>	<u>\$11,719,399</u>	<u>\$14,867,731</u>	<u>\$12,468,671</u>	<u>\$2,263,372</u>	\$86,397,437
Credits Used						
Income Tax	\$12,673,251	\$6,708,044	\$6,774,024	\$3,573,373	\$1,707,958	\$31,436,650
Sales/Use Tax Refunds	6,150,113	2,447,507	3,143,760	2,097,103	5,331,050	19,169,533
Total Credits Used	<u>\$18,823,364</u>	<u>\$9,155,551</u>	<u>\$9,917,784</u>	<u>\$5,670,476</u>	<u>\$7,039,008</u>	\$50,606,183
Direct Sales/Use Tax Refunds on Investment	\$19,418,890	\$4,023,991	\$2,319,163	\$2,444,274	\$1,708,232	\$29,914,550
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$1,858,774	\$1,158,234	\$2,775,684	\$751,586	N/A
Qualified Investment	\$609,416,208	\$78,934,880	\$141,627,213	\$46,564,810	\$16,945,070	\$893,488,181
New Jobs of Qualifying Companies	5,259	731	1,111	37	9	7,147

* For detail by year see 1994 Annual Report.

** Eighteen companies had previously reached the end of their entitlement period and were no longer eligible to earn credits.

Table 19

**Summary of LB 775 Benefits by Year
(Companies Verified as Qualifying in 1992)**

	1992-1994*	1995	1996	1997	1998	Total
Number of Companies Reporting	N/A	14	13	14	10**	
Investment Credits	\$13,325,275	\$7,406,475	\$3,582,211	\$3,949,492	\$3,327,715	\$31,591,168
New Jobs Credits	3,393,218	2,555,760	2,784,523	3,223,238	3,253,024	15,209,763
Total Credits Earned	<u>\$16,718,493</u>	<u>\$9,962,235</u>	<u>\$6,366,734</u>	<u>\$7,172,730</u>	<u>\$6,580,739</u>	\$46,800,931
Credits Used						
Income Tax	\$5,462,139	\$2,018,649	\$2,446,608	\$1,746,773	\$2,074,739	\$13,748,908
Sales/Use Tax Refunds	3,182,158	2,361,450	1,394,196	1,646,191	1,391,770	9,975,765
Total Credits Used	<u>\$8,644,297</u>	<u>\$4,380,099</u>	<u>\$3,840,804</u>	<u>\$3,392,964</u>	<u>\$3,466,509</u>	\$23,724,673
Direct Sales/Use Tax Refunds on Investment	\$6,018,032	\$2,426,800	\$1,241,773	\$2,355,267	\$503,702	\$12,545,574
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$255,470	\$695,942	\$569,235	\$1,128,883	N/A
Qualified Investment	\$133,252,757	\$74,064,773	\$35,822,110	\$39,494,920	\$33,277,150	\$315,911,710
New Jobs of Qualifying Companies	1,200	1,021	204	(647)	307	2,085

* For detail by year see 1994 Annual Report.

** Four companies had previously reached the end of their entitlement period and were no longer eligible to earn credits.

Table 20

**Summary of LB 775 Benefits by Year
(Companies Verified as Qualifying in 1993)**

	1993-1994*	1995	1996	1997	1998	Total
Number of Companies Reporting	N/A	17	16	14	12**	
Investment Credits	\$32,612,365	\$14,613,415	\$16,652,584	\$16,466,773	\$15,899,551	\$ 96,244,688
New Jobs Credits	9,110,660	3,653,764	3,908,697	4,670,298	3,940,586	25,284,005
Total Credits Earned	<u>\$41,723,025</u>	<u>\$18,267,179</u>	<u>\$20,561,281</u>	<u>\$21,137,071</u>	<u>\$19,840,137</u>	\$121,528,693
Credits Used						
Income Tax	\$5,915,385	\$5,156,518	\$ 7,619,106	\$5,098,498	\$ 3,427,398	\$27,216,905
Sales/Use Tax Refunds	2,444,599	2,558,429	2,990,234	3,817,061	7,498,855	19,309,178
Total Credits Used	<u>\$8,359,984</u>	<u>\$7,714,947</u>	<u>\$10,609,340</u>	<u>\$8,915,559</u>	<u>\$10,926,253</u>	\$46,526,083
Direct Sales/Use Tax Refunds on Investment	\$8,064,269	\$3,936,011	\$3,720,189	\$3,841,765	\$4,267,602	\$23,829,836
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$2,081,320	\$1,032,587	\$1,107,765	\$622,968	N/A
Qualified Investment	\$326,123,652	\$146,134,142	\$166,525,839	\$164,667,727	\$158,995,510	\$962,446,870
New Jobs of Qualifying Companies	2,578	431	805	141	355	4,310

* For detail by year see 1994 Annual Report.

** Four companies had previously reached the end of their entitlement period and were no longer eligible to earn credits.

Table 21

**Summary of LB 775 Benefits by Year
(Companies Verified as Qualifying in 1994)**

	1994	1995	1996	1997	1998	Total
Number of Companies Reporting	13	11	13	13	10*	
Investment Credits	\$19,043,204	\$18,631,380	\$2,939,884	\$17,604,985	\$3,492,955	\$61,712,408
New Jobs Credits	1,473,979	1,190,513	2,027,408	2,672,386	3,093,684	10,457,970
Total Credits Earned	<u>\$20,517,183</u>	<u>\$19,821,893</u>	<u>\$4,967,292</u>	<u>\$20,277,371</u>	<u>\$6,586,639</u>	\$72,170,378
Credits Used						
Income Tax	\$639,865	\$2,159,630	\$1,632,229	\$ 961,779	\$ 856,555	\$ 6,250,058
Sales/Use Tax Refunds	26,951	1,746,958	1,744,896	1,034,249	1,325,933	5,878,987
Total Credits Used	<u>\$666,816</u>	<u>\$3,906,588</u>	<u>\$3,377,125</u>	<u>\$1,996,028</u>	<u>\$2,182,488</u>	\$12,129,045
Direct Sales/Use Tax Refunds on Investment	\$3,008,903	\$5,124,944	\$5,281,557	\$1,095,984	\$1,707,065	\$16,218,453
Pending Sales/Use Tax Refunds as of 12/31	\$3,001,712	\$4,427,640	\$702,686	\$1,874,027	\$801,250	N/A
Qualified Investment	\$190,432,040	\$186,313,800	\$29,398,841	\$176,049,850	\$34,929,550	\$617,124,081
New Jobs of Qualifying Companies	1,192	131	280	26	662	2,291

* One company had previously reached the end of its entitlement period and was no longer eligible to earn credits.

Table 22

**Summary of LB 775 Benefits by Year
(Companies Verified as Qualifying in 1995)**

	1995	1996	1997	1998	Total
Number of Companies Reporting	31	25	27	28	
Investment Credits	\$47,133,912	\$22,549,012	\$29,688,376	\$22,668,574	\$122,039,874
New Jobs Credits	4,788,129	6,555,288	8,253,974	10,307,380	29,904,771
Total Credits Earned	<u>\$51,922,041</u>	<u>\$29,104,300</u>	<u>\$37,942,350</u>	<u>\$32,975,954</u>	\$151,944,645
Credits Used					
Income Tax	\$535,877	\$7,622,605	\$3,073,113	\$12,221,374	\$23,452,969
Sales/Use Tax Refunds	389,103	2,183,562	1,654,381	9,380,452	13,607,498
Total Credits Used	<u>\$924,980</u>	<u>\$9,806,167</u>	<u>\$4,727,494</u>	<u>\$21,601,826</u>	\$37,060,467
Direct Sales/Use Tax Refunds on Investment	\$6,780,383	\$26,455,509	\$8,474,730	\$10,947,550	\$52,658,172
Pending Sales/Use Tax Refunds as of 12/31	\$2,524,794	\$3,940,480	\$9,957,760	\$6,629,152	N/A
Qualified Investment	\$502,451,128	\$234,868,474	\$307,101,298	\$245,871,814	\$1,290,292,714
New Jobs of Qualifying Companies	3,348	1,275	1,227	1,428	7,278

Table 23

**Summary of LB 775 Benefits by Year
(Companies Verified as Qualifying in 1996)**

	1996	1997	1998	Total
Number of Companies Reporting	27	26	22	
Investment Credits	\$29,373,217	\$11,540,240	\$13,779,500	\$54,692,957
New Jobs Credits	6,448,799	6,921,281	9,891,161	23,261,241
Total Credits Earned	<u>\$35,822,016</u>	<u>\$18,461,521</u>	<u>\$23,670,661</u>	\$77,954,198
Credits Used				
Income Tax	\$4,356,395	\$2,770,609	\$ 6,196,440	\$13,323,444
Sales/Use Tax Refunds	466,753	1,593,839	4,088,181	6,148,773
Total Credits Used	<u>\$4,823,148</u>	<u>\$4,364,448</u>	<u>\$10,284,621</u>	\$19,472,217
Direct Sales/Use Tax Refunds on Investment	\$4,874,800	\$2,591,915	\$6,875,964	\$14,342,679
Pending Sales/Use Tax Refunds as of 12/31	\$954,863	\$1,696,360	\$1,709,365	N/A
Qualified Investment	\$293,732,143	\$115,402,400	\$137,795,000	\$546,929,543
New Jobs of Qualifying Companies	3,167	1,793	748	5,708

Table 24

**Summary of LB 775 Benefits by Year
(Companies Verified as Qualifying in 1997)**

	1997	1998	Total
Number of Companies Reporting	28	20	
Investment Credits	\$64,060,815	\$23,505,964	\$87,566,779
New Jobs Credits	<u>5,030,363</u>	<u>7,095,930</u>	<u>12,126,293</u>
Total Credits Earned	\$69,091,178	\$30,601,894	\$99,693,072
Credits Used			
Income Tax	\$7,648,102	\$4,843,056	\$12,491,158
Sales/Use Tax Refunds	<u>1,960,195</u>	<u>4,534,402</u>	<u>6,494,597</u>
Total Credits Used	\$9,608,297	\$9,377,458	\$18,985,755
Direct Sales/Use Tax Refunds on Investment	\$7,657,689	\$20,034,224	\$27,691,913
Pending Sales/Use Tax Refunds as of 12/31	\$12,721,543	\$6,846,380	N/A
Qualified Investment	\$878,872,269	\$204,081,069	\$1,082,953,338
New Jobs of Qualifying Companies	3,003	1,114	4,117

Table 25

**Summary of LB 775 Benefits by Year
(Companies Verified as Qualifying in 1998)**

	1998	Total
Number of Companies Reporting	23	
Investment Credits	\$16,955,122	\$16,955,122
New Jobs Credits	<u>1,991,811</u>	<u>1,991,811</u>
Total Credits Earned	\$18,946,933	\$18,946,933
Credits Used		
Income Tax	\$ 0	\$ 0
Sales/Use Tax Refunds	<u>303,104</u>	<u>303,104</u>
Total Credits Used	\$303,104	\$303,104
Direct Sales/Use Tax Refunds on Investment	\$2,355,087	\$2,355,087
Pending Sales/Use Tax Refunds as of 12/31	\$6,465,987	N/A
Qualified Investment	\$390,734,012	\$390,734,012
New Jobs of Qualifying Companies	1,256	1,256

Projected Revenue Gains and (Losses) of LB 775 and LB 829 as amended for Tax Years 1987-2013 Projects by Fiscal Years**

The estimates are based on a sample of 100 agreements signed and actual results of 246 projects from 1987 through 1998. Employment and investment flows are projected at rates indicated by the corresponding companies' applications. The analysis time frame considers future agreements signed through the year 2013 with a 95 percent success rate.

All other pertinent information as provided in the applications, such as salary levels and investment composition (not all property is treated equally in regard to tax preferences), is taken into consideration.

The classification of jobs into new economic jobs or existing jobs (jobs that would have been created regardless of the existence of the Employment and Investment Growth Act) is based on the company provided description of the project. The model estimates that 30 percent of the jobs created are true new economic jobs.

Credit used estimate is based on the assumption of maximized use for each year either against corporate income tax, individual income tax, or sales and use tax.

The time series analysis from 1987 to 1998 indicates that the usage of credits against sales and use taxes paid averages 45 percent of credits used. This usage factor was used for the future allocation of credits used. The liability analysis of the calendar year simulation model is converted into a fiscal year cash flow model.

The estimated profitability (individual and corporate income tax liability available for credit set-off) is based on the historical profitability of the respective companies.

The following is an estimate of new projects for the years 1999 through 2013.

Year	# of Agreements Signed	AVERAGE PER PROJECT*		
		\$ Million of Investment	Number of Employees	Salary Level
1999	29	57.8	204	23,072
2000	28	29.9	142	26,424
2001	25	53.9	126	24,240
2002	25	68.2	291	27,762
2003	20	28.1	299	25,468
2004	18	27.3	235	29,167
2005	17	50.9	204	26,757
2006	30	53.9	142	30,644
2007	20	49.5	126	28,111
2008	25	58.5	127	32,195
2009	40	50.1	291	29,535
2010	32	43.3	235	33,000
2011	28	37.2	135	33,825
2012	22	26.5	105	34,671
2013	20	33.6	76	35,537

*The investment and employment levels represent the entire investment and employment associated with the project through the entitlement period (employment levels represent the employees qualifying for credits). For the years 1997 through 2013 one (20,0) project every third year is assumed.

** A detailed description of the model is available upon request. (Methodology and Assumptions for LB 775 Benefit and Cost Estimate; Nebraska Department of Revenue, Finance and Research Division, August 1996.)

**PROJECTED REVENUE GAINS OR (LOSSES) OF LB 775 AND LB 829 AS AMENDED
FOR TAX YEARS 1987-2013 BY FISCAL YEAR**

	98/99	99/00	00/01	01/02	02/03	03/04
SUMMARY Expansion: Sales and Use	57,053,505	61,686,965	65,844,258	69,981,739	73,655,078	77,137,901
Corporate	5,838,583	6,348,610	6,840,954	7,293,810	7,732,391	8,127,812
Individual	25,156,835	27,214,230	29,074,085	30,910,220	32,554,987	34,106,285
Sales and Use Tax Refunds TPP	31,998,661	32,626,535	32,842,175	32,512,653	32,131,609	31,159,757
Sales Only Formula	0	0	0	0	0	0
Credits and Wage Benefit Credit Used	85,322,513	88,929,153	91,676,709	93,536,600	94,663,785	94,003,045
Corp. or Individ. & Wage Benefit Credit	45,220,932	47,132,451	48,588,656	49,574,398	50,171,806	54,521,766
Sales and Use	40,101,581	41,796,702	43,088,053	43,962,202	44,491,979	39,481,279
Gain or (Loss)	(29,272,251)	(26,305,883)	(22,759,587)	(17,863,484)	(12,852,938)	(5,790,804)
Cumulative	(370,012,507)	(396,318,390)	(419,077,977)	(436,941,461)	(449,794,399)	(455,585,203)
Sales Tax Refunds (TPP+Credits Used)	72,100,242	74,423,237	75,930,228	76,474,855	76,623,588	70,641,036
	04/05	05/06	06/07	07/08	08/09	09/10
SUMMARY Expansion: Sales and Use	80,056,831	82,552,709	85,453,728	74,445,300	78,148,899	76,668,810
Corporate	8,492,275	8,799,081	9,082,328	9,019,472	8,220,013	8,482,596
Individual	35,419,643	36,540,716	37,814,423	33,385,909	34,547,565	34,060,562
Sales and Use Tax Refunds TPP	29,460,667	27,489,201	26,221,230	26,034,269	26,343,000	27,422,383
Sales Only Formula	0	0	0	0	0	0
Credits and Wage Benefit Credit Used	92,325,053	90,300,200	87,653,357	85,329,050	83,831,185	83,638,417
Corp. or Individ. & Wage Benefit Credit	53,548,531	52,374,116	50,838,947	49,490,849	48,622,087	48,510,282
Sales and Use	38,776,522	37,926,084	36,814,410	35,838,201	35,209,098	35,128,135
Gain or (Loss)	2,183,029	10,103,105	18,475,892	5,487,362	10,742,292	8,151,168
Cumulative	(453,402,174)	(443,299,069)	(424,823,177)	(419,335,815)	(408,593,523)	(400,442,355)
Sales Tax Refunds (TPP+Credits Used)	68,237,189	65,415,284	63,035,640	61,872,471	61,552,097	62,550,518
	10/11	11/12	12/13	13/14	14/15	15/16
SUMMARY Expansion: Sales and Use	73,619,762	76,069,049	75,178,153	77,647,424	76,136,727	70,614,924
Corporate	8,278,399	8,095,781	8,271,831	8,266,285	8,427,070	8,152,950
Individual	32,759,264	33,665,932	33,379,994	34,365,483	33,825,519	31,507,149
Sales and Use Tax Refunds TPP	29,638,041	31,502,566	32,638,838	33,560,363	31,159,791	26,351,156
Sales Only Formula	0	0	0	0	0	0
Credits and Wage Benefit Credit Used	84,902,084	86,495,482	88,668,900	91,103,251	90,144,064	87,553,416
Corp. or Individ. & Wage Benefit Credit	49,243,209	47,572,515	48,767,895	50,106,788	52,283,557	50,780,981
Sales and Use	35,658,875	38,922,967	39,901,005	40,996,463	37,860,507	36,772,435
Gain or (Loss)	117,300	(167,286)	(4,477,760)	(4,384,422)	(2,914,539)	(3,629,549)
Cumulative	(400,325,055)	(400,492,341)	(404,970,101)	(409,354,523)	(412,269,062)	(415,898,611)
Sales Tax Refunds (TPP+Credits Used)	65,296,916	70,425,533	72,539,843	74,556,826	69,020,297	63,123,591

NOTE: Rounding differences may cause slight variations.

Table 26 Estimate of Personal Property Valuation Exempted Under LB 775 By Class In Each County (Tax Year 1998)

The following tables show the value of personal property exempted for 1998 and cumulative for tax years 1988-1998. When a company applies for LB 775 benefits under the \$10 million investment and 100 employees option, a personal property tax exemption is available for the following property used in connection with the project:

- Turbine-powered aircraft,
- Mainframe business computers plus certain peripheral components connected to such computers,
- Personal property, which is business equipment located in a single project involved directly in the manufacture or processing of agricultural products. (For applications filed before January 1, 1988, the exemption is for business equipment if the business equipment is utilized in a business which is involved directly in the manufacture or processing of agricultural products, and the business equipment had a minimum aggregate value of ten million dollars.)

County	Airplanes	Computer Equipment	Business Equipment	Total
Adams	\$ 0	\$ 0	\$11,207,180	\$11,207,180
Box Butte	0	860	0	860
Buffalo	0	139,263	109	139,372
Butler	0	237	0	237
Colfax	0	0	17,098,529	17,098,529
Cuming	0	0	715,585	715,585
Custer	0	37,167	0	37,167
Dakota	0	0	21,550,600	21,550,600
Dawes	0	1,515	0	1,515
Dawson	0	0	12,101,937	12,101,937
Dixon	0	0	12,051,436	12,051,436
Dodge	0	7,747	8,094,206	8,101,953
Douglas	16,521,842	148,501,173	49,196,908	214,219,923
Gage	0	1,409	90,310	91,719
Hall	118,011	101,456	4,739	224,206
Knox	0	0	4,386,614	4,386,614
Lancaster	2,681,819	1,978,673	5,501	4,665,993
Lincoln	0	24,993	0	24,993
Madison	0	0	7,024,637	7,024,637
Otoe	0	0	4,183,758	4,183,758
Phelps	0	94,853	0	94,853
Platte	0	409,014	151,744,659	152,153,673
Red Willow	0	0	790	790
Saline	0	930,217	13,209,760	14,139,977
Sarpy	0	5,579,882	2,195,168	7,775,050
Scottsbluff	0	7,155	0	7,155
Seward	0	666	0	666
Washington	0	0	121,211,253	121,211,253
Wayne	0	1,870	0	1,870
*Central	8,373,242	0	0	8,373,242
Total	\$27,694,914	\$157,818,150	\$436,073,679	\$621,586,743

* Centrally assessed property with value distributed throughout the state. These figures represent our estimates of the values exempted.

**Table 27 Estimate of Personal Property Valuation Exempted
Under LB 775 By Class In Each County
(Cumulative for Tax Years 1988-98)**

County	Airplanes	Computer Equipment	Business Equipment	Total
Adams	\$ 0	\$ 0	\$ 96,287,565	\$ 96,287,565
Box Butte	0	102,472	0	102,472
Buffalo	0	1,936,395	60,257	1,996,652
Butler	0	41,145	0	41,145
Colfax	0	0	58,143,575	58,143,575
Cuming	0	0	6,420,449	6,420,449
Custer	0	633,323	10,194	643,517
Dakota	0	0	169,687,167	169,687,167
Dawes	0	171,909	0	171,909
Dawson	0	0	182,091,633	182,091,633
Dixon	0	504,272	100,584,566	101,088,838
Dodge	0	257,235	21,855,705	22,112,940
Douglas	147,815,131	1,423,396,491	320,822,684	1,892,034,306
Gage	0	62,719	1,058,262	1,120,981
Hall	722,451	1,089,637	42,650,790	44,462,878
Knox	0	0	62,085,437	62,085,437
Lancaster	15,181,582	63,851,820	236,871	79,270,273
Lincoln	0	1,539,864	48,451	1,588,315
Madison	0	6,943	71,949,153	71,956,096
Otoe	0	0	4,183,758	4,183,758
Phelps	0	1,513,389	0	1,513,389
Platte	0	8,294,530	578,384,387	586,678,917
Red Willow	0	0	23,835	23,835
Saline	0	2,553,007	101,550,090	104,103,097
Sarpy	7,911,346	39,567,476	34,217,853	81,696,675
Scottsbluff	0	345,383	0	345,383
Seward	0	141,359	0	141,359
Washington	0	340,809	350,241,495	350,582,304
Wayne	0	117,223	0	117,223
York	0	366,371	0	366,371
*Central	54,659,184	0	0	54,659,184
Total	\$226,289,694	\$1,546,833,772	\$2,202,594,177	\$3,975,717,643

* Centrally assessed property with value distributed throughout the state. These figures represent our estimates of the values exempted.

Quality Jobs Act LB 829 as amended



Neb. Rev. Stat. §77-4933 states:

The Department of Revenue shall submit an annual report to the Legislature no later than March 15 each year. The report shall list (a) the agreements which have been signed during the previous calendar year, (b) the agreements which are still in effect, (c) the identity of each company, and (d) the location of each project.

The report shall also state by industry group (a) the amount of wage benefit credits allowed under the Quality Jobs Act, (b) the number of direct jobs created at the project, (c) the amount of direct capital investment under the act, (d) the estimated wage levels of jobs created by the companies at the projects, (e) the estimated indirect jobs and investment created on account of the projects, and (f) the projected future state and local revenue gains and losses from all revenue sources on account of the direct and indirect jobs and investment created on account of the project.

No information shall be provided in the report that is protected by state or federal confidentiality laws.

LB 829 (as amended by LB 1368) Qualified Activity Reported in 1998

The Quality Jobs Act, LB 829, requires a separate application subject to approval by the Quality Jobs Board. The members of the board are the Governor, the State Treasurer, and the chairperson of the Nebraska Investment Council. A qualifying business must invest at least \$50 million in qualified property and hire at least 500 new employees or invest at least \$100 million in qualified property and hire at least 250 new employees. If the company reaches and maintains these levels, they are eligible for a wage benefit credit.

The wage benefit credit may be used to pay for company training programs, employee benefit programs, educational institution training programs or workplace safety programs. The agreement specifies whether the company has elected to use the credit against the company's income tax or to retain and use a portion of the individual income tax withholding as designated by the employee.

There are six agreements signed under LB 829. Wage benefit credits were allowed in 1998, however due to confidentiality no information is reported.

Agreements Signed in 1996 That are Still in Effect

Company Name	Project Type	Project Location
1. Union Pacific Railroad Company	\$100M + 250 emp	Omaha


Agreements Signed in 1997 That are Still in Effect

Company Name	Project Type	Project Location
1. Cargill Incorporated	\$100M + 250 emp	Greater Blair area
2. First Data Corporation	\$50M + 500 emp	Omaha

Agreements Signed in 1998 That are Still in Effect

Company Name	Project Type	Project Location
1. Caterpillar Claas America LLC	\$50M + 500 emp	Omaha Metro
2. Nebraska Beef, Ltd.	\$50M + 500 emp	Omaha
3. Novartis Consumer Health, Inc.	\$100M + 250 emp	Lincoln

**Employment Expansion and
Investment Incentive Act LB 1124,
LB 270, as amended**



Neb. Rev. Stat. §77-27,195 states:

Report; contents. (1) The Tax Commissioner shall prepare a report identifying the amount of investment in this state and the number of equivalent jobs created by each taxpayer claiming a credit pursuant to the Employment Expansion and Investment Incentive Act. The report shall include the amount of credits claimed in the aggregate. The report shall be issued on or before March 15 of each year, beginning with March 15, 1988, for all credits allowed during the previous calendar year.

(2) In the report for any year in which a taxpayer located in an enterprise zone designated pursuant to the Enterprise Zone Act claimed a credit pursuant to subsection (3) of section 77-27,188, the Tax Commissioner shall identify (a) the amount of investment made in each enterprise zone by all taxpayers claiming credits, (b) the number of jobs created in each enterprise zone by all taxpayers claiming credits, (c) the number of jobs created in each enterprise zone by all taxpayers claiming credits held by residents of the enterprise zone, and (d) the average wage on hourly basis or the average annual salary of new jobs created in each enterprise zone by all taxpayers claiming credits.

LB 1124, LB 270, as amended Qualified Activity Reported in 1998

A separate application process is not required for this incentive program. The number of credits earned, jobs created, and investment made becomes available only upon the filing of a Nebraska Employment and Investment Credit Computation, Form 3800N, with a tax return. This report includes 1988 through 1997 tax returns processed during 1998. A total of 1,146 separate businesses have filed for benefits under LB 1124 through 1998.

In 1998, the department approved 390 returns from businesses, 256 of which reported new investment made and/or employees hired. These 256 returns reflected the following:

- Net new investment of \$132,087,092
- New full-time jobs of 2,043
- Credits of \$4,986,152

For five years after the initial qualification, the business may receive additional credits for new employees without any additional investment.

Seventy-two returns processed in 1998 showed maintenance of past levels of employment and investment.

If a taxpayer fails to maintain the levels of investment and employment that created the credit for at least two years after the year for which the credit was first allowed, part of the credit used is subject to recapture. During the subsequent two years, the taxpayer must repay to the state one-third of the amount of the credit used which is subject to recapture for each year that the taxpayer did not maintain the required levels. At the end of the two year maintenance period, no further carryover of credits subject to recapture is allowed. Sixty-two returns processed in 1998 reported recapture of past credits.

Credits may be carried over and used for the five immediately succeeding taxable years. Any credit carryover remaining at the end of the fifth year expires.

Business Activity Summary

	Processed In 1988-94****	Processed In 1995	Processed In 1996	Processed In 1997	Processed In 1998	Total
Investment	\$466,501,822	\$125,706,781	\$134,292,210	\$95,860,312	\$132,087,092**	\$954,448,217
Employees	10,560*	3,079*	3,270*	1,809*	2,043***	20,761
Credits	\$18,950,000	\$5,795,500	\$6,520,000	\$3,981,500	\$4,907,152	\$40,154,152
LB 335 Credits	256,000	0	0	0	0	256,000
Enterprise Zone Credits	N/A	\$ 208,500	\$ 49,000	\$ 157,000	\$79,000	\$493,500
Total Credits	\$19,206,000	\$6,004,000	\$6,569,000	\$4,138,500	\$4,986,152	\$40,903,652
Credits Used:						
Income Tax	\$9,429,689	\$2,490,451	\$3,087,901	\$1,971,716	\$2,028,844	\$19,008,601
Sales Tax	4,726,433	1,919,754	2,287,912	1,263,281	1,906,125	12,103,505
Credits Recaptured:						
Income Tax	\$527,287	\$108,448	\$189,871	\$167,231	\$216,477	\$1,209,314
Sales Tax	124,935	33,681	66,661	9,705	18,996	253,978
Unused Credit Carryover Recaptured	\$423,997	\$371,858	\$243,447	\$137,498	\$362,385	\$1,539,185
Credits Expired	\$106,183	\$62,625	\$97,065	\$35,455	\$364,394	\$665,722

* LB886 which was passed in 1997 changed the definition of a new employee from a full-time employee to a full-time equivalent operative for tax years beginning on or after January 1, 1998. These numbers are based on full-time employees.

** 1988 returns	3,180,664	*** 1988 returns	48
1989 returns	7,091,185	1989 returns	143
1990 returns	1,848,299	1990 returns	72
1991 returns	792,959	1991 returns	23
1992 returns	2,263,290	1992 returns	52
1993 returns	1,490,220	1993 returns	30
1994 returns	102,497	1994 returns	35
1995 returns	15,334,082	1995 returns	174
1996 returns	36,983,816	1996 returns	526
1997 returns	63,000,080	1997 returns	940
	132,087,092		2,043

****For detail by year see 1995 Annual Report.

1988–1997 Business Activity (Processed in 1998)

	Net New Investment	Jobs		Net New Investment	Jobs
1	6,945,054	59	67	527,524	10
2	5,379,563	7	68	525,551	3
3	4,280,965	11	69	518,036	3
4	3,378,509	5	70	515,593	5
5	3,283,035	3	71	509,063	9
6	3,223,629	2	72	503,911	4
7	3,180,664	48	73	492,519	2
8	2,730,652	5	74	483,379	2
9	2,275,527	5	75	482,263	7
10	2,044,298	5	76	481,929	2
11	2,042,416	20	77	475,820	15
12	1,917,249	84	78	473,923	15
13	1,893,486	4	79	467,862	14
14	1,870,343	32	80	465,326	7
15	1,868,703	22	81	459,841	13
16	1,787,732	2	82	457,673	20
17	1,678,388	14	83	453,864	15
18	1,671,045	22	84	446,331	11
19	1,597,392	9	85	445,334	2
20	1,592,112	46	86	430,056	2
21	1,563,304	2	87	420,559	4
22	1,488,467	36	88	416,696	3
23	1,433,361	12	89	413,439	5
24	1,412,632	13	90	389,355	3
25	1,349,650	13	91	380,705	15
26	1,332,191	11	92	378,737	2
27	1,331,542	13	93	376,313	2
28	1,309,749	20	94	371,553	4
29	1,288,805	11	95	370,965	31
30	1,242,845	3	96	369,863	2
31	1,188,401	3	97	366,643	5
32	1,161,147	8	98	355,249	7
33	1,125,954	12	99	353,963	2
34	1,073,685	2	100	350,399	17
35	1,073,096	5	101	345,598	5
36	1,047,820	2	102	344,844	5
37	1,028,880	7	103	342,045	11
38	1,013,875	5	104	339,953	5
39	971,242	5	105	339,882	2
40	939,108	16	106	336,882	4
41	932,415	12	107	330,619	24
42	931,103	15	108	330,593	5
43	919,251	14	109	328,208	27
44	889,201	11	110	324,953	2
45	875,074	22	111	321,696	16
46	866,758	6	112	303,975	2
47	862,718	4	113	300,440	21
48	861,170	2	114	298,877	7
49	854,674	6	115	297,694	7
50	812,198	4	116	297,128	5
51	775,348	10	117	289,394	6
52	765,541	2	118	274,773	4
53	761,288	29	119	272,220	4
54	744,288	3	120	266,495	2
55	723,652	8	121	263,786	8
56	710,370	2	122	257,588	8
57	683,362	10	123	242,034	2
58	654,400	5	124	232,834	2
59	639,258	7	125	228,072	2
60	631,241	25	126	223,473	2
61	601,229	2	127	222,646	7
62	567,217	4	128	221,755	2
63	549,477	11	129	220,874	21
64	536,456	13	130	220,738	5
65	531,781	9	131	220,111	4
66	530,816	14	132	213,292	5

1988–1997 Business Activity (Processed in 1998)

	Net New Investment	Jobs		Net New Investment	Jobs
133	211,212	2	195	75,428	2
134	210,279	11	196	75,213	2
135	206,689	2	197	0	61
136	205,909	5	198	0	25
137	203,340	10	199	0	24
138	199,493	20	200	0	23
139	195,449	2	201	0	22
140	187,916	19	202	0	20
141	186,680	12	203	0	14
142	185,713	4	204	0	11
143	185,656	2	205	0	11
144	184,565	4	206	0	11
145	183,713	12	207	0	10
146	180,737	4	208	0	10
147	175,917	6	209	0	8
148	172,711	4	210	0	8
149	167,926	3	211	0	8
150	162,513	2	212	0	8
151	161,669	2	213	0	7
152	161,216	3	214	0	7
153	158,359	4	215	0	7
154	153,552	8	216	0	7
155	152,808	3	217	0	7
156	151,830	4	218	0	6
157	146,185	2	219	0	6
158	146,131	23	220	0	6
159	144,929	3	221	0	5
160	141,532	2	222	0	5
161	137,595	3	223	0	4
162	132,353	11	224	0	4
163	130,272	2	225	0	4
164	128,968	3	226	0	4
165	125,708	3	227	0	4
166	122,421	7	228	0	4
167	120,797	6	229	0	4
168	118,479	2	230	0	4
169	118,306	4	231	0	4
170	117,160	2	232	0	4
171	117,027	7	233	0	3
172	116,458	4	234	0	3
173	114,697	9	235	0	3
174	110,313	2	236	0	3
175	106,661	3	237	0	3
176	103,824	6	238	0	3
177	98,762	8	239	0	3
178	97,194	7	240	0	3
179	93,197	10	241	0	3
180	91,279	2	242	0	2
181	90,488	3	243	0	2
182	86,228	11	244	0	2
183	84,263	4	245	0	2
184	84,089	2	246	0	2
185	83,798	3	247	0	2
186	82,941	2	248	0	2
187	81,923	3	249	0	2
188	80,833	5	250	0	2
189	79,558	6	251	0	2
190	79,244	2	252	0	2
191	78,582	8	253	0	2
192	77,480	6	254	0	2
193	76,531	2	255	0	2
194	76,082	3	256	0	2
Prior year amended Returns and Audit Adjustments				1,357,800	(83)
				256	2,043
				Returns	Jobs
				\$132,087,092	2,043
				Investments	Jobs

Enterprise Zone Act, LB 1124 as amended

The Enterprise Zone Act provides a higher employment credit for companies engaged in a qualifying business within the defined enterprise zones and employing residents of the zone. If at least 50 percent of the new employees reside within the enterprise zone, then the company also receives additional credits for new investment. The credits provided under this subsection shall not exceed \$75,000 in any one tax year. In addition to the requirements to maintain the employment and investment levels for two years that are required of any LB 1124 company, those earning credits under the Enterprise Zone Act need to maintain the number of new employees residing in the enterprise zone.

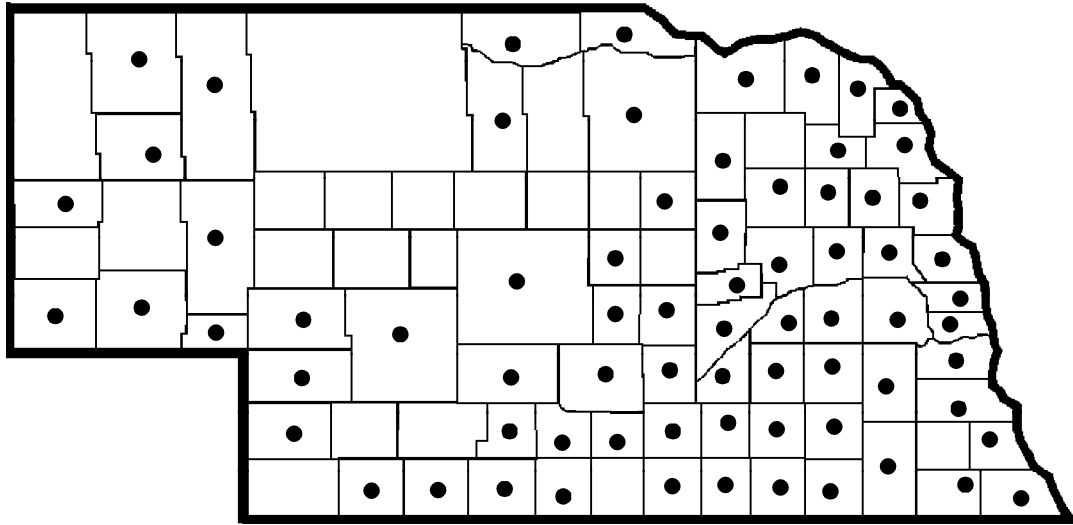
The Nebraska Employment and Investment Credit Computation, Form 3800N, filed with a tax return is the method to report credits earned, investment made, jobs created for employees in total and for residents of the zone. In 1998, businesses within the enterprise zones qualified for new credits as stated below.

Omaha and Platte Valley Enterprise Zones*

Amount of investment:	\$964,994
Number of jobs:	12
Number of jobs held by residents:	7
Average wage on an hourly basis:	\$9.04
Average annual salary:	\$18,800

*The amounts are totals for all Enterprise Zones rather than for each zone in order to preserve confidentiality.

LB 1124
(as amended by LB 270, LB 335, and LB 725)
Location of Expansion



Ainsworth	Clearwater	Grand Island	Madrid	St. Edward
Albion	Columbus	Gretna	Mead	St. Paul
Alda	Cozad	Gurley	Milford	Sargent
Alma	Crete	Hampton	Milligan	Schuyler
Allen	Crofton	Hardy	Minden	Scottsbluff
Alliance	Culbertson	Hartington	Morrill	Seward
Ansley	Dakota City	Hastings	Neligh	Shelby
Arapahoe	David City	Hebron	Nickerson	Shickley
Arcadia	Deshler	Henderson	Norfolk	Sidney
Ashland	Diller	Holbrook	North Bend	Snyder
Atkinson	Doniphan	Holdrege	North Loup	South Sioux City
Auburn	Dorchester	Hoskins	North Platte	Spencer
Aurora	Douglas	Howells	Ogallala	Springfield
Bartlett	Eddyville	Humboldt	O'Neill	Springview
Battle Creek	Edison	Humphrey	Omaha	Stanton
Beatrice	Elkhorn	Imperial	Orchard	Sutton
Beemer	Elm Creek	Kearney	Osceola	Syracuse
Bellevue	Elwood	Kimball	Oshkosh	Tekamah
Bennet	Emerson	Laurel	Oxford	Thurston
Blair	Exeter	LaVista	Page	Utica
Bloomfield	Fairbury	Leigh	Palmer	Valley
Broken Bow	Falls City	Lexington	Papillion	Venango
Bruning	Farnam	Lincoln	Pender	Waco
Brunswick	Farwell	Lindsay	Peru	Wahoo
Cedar Rapids	Fremont	Lisco	Petersburg	Waterloo
Central City	Fullerton	Litchfield	Pilger	Waverly
Chadron	Geneva	Long Pine	Plattsmouth	Wayne
Chapman	Genoa	Louisville	Pleasanton	Weeping Water
Chappell	Gering	Lyman	Plymouth	West Point
Chambers	Gibbon	Lyons	Ralston	Wisner
Clarks	Gordon	McCook	Randolph	York
Clarkson	Gothenburg	Madison	Red Cloud	