
2005 Annual Report



Employment and Investment Growth Act

LB 775

Employment Expansion
and Investment Incentive Act
(Including Enterprise Zone Act)

LB 1124, LB 608

Quality Jobs Act

LB 829

Invest Nebraska Act

LB 620

STATE OF NEBRASKA

DEPARTMENT OF REVENUE
Mary J. Egr Edson
Tax Commissioner



Dave Heineman
Governor

March 15, 2006

Senator Kermit Brashear
Speaker of the Legislature
2103 State Capitol
Lincoln, NE 68509

Dear Speaker Brashear:

We are submitting the 2005 annual report on the Employment and Investment Growth Act, the Employment Expansion and Investment Incentive Act, the Quality Jobs Act, the Rural Economic Opportunities Act, and the Invest Nebraska Act as required by law.

A copy of this report has been delivered to all members of the Unicameral. It is also one of the annual publications available on the Internet at www.revenue.ne.gov.

If you have any questions, please contact Tom Norris at (402) 471-5800 or Mary Hugo at (402) 471-5790.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mary Jane Egr Edson".

Mary Jane Egr Edson
State Tax Commissioner

Enclosure

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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.

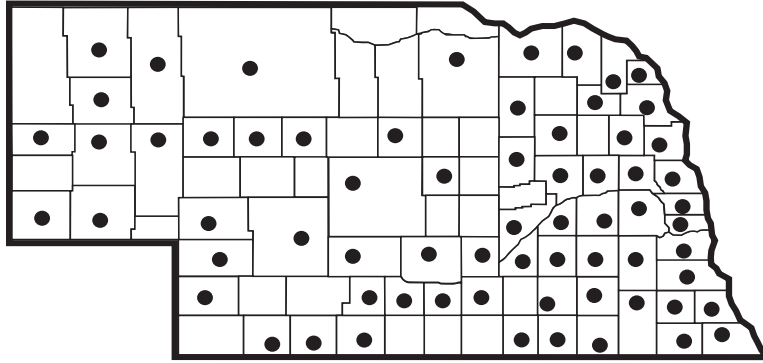
(2) The report shall list (a) the agreements which have been signed during the previous calendar year, (b) the agreements which are still in effect, (c) the identity of each taxpayer, and (d) the location of each project.

(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.

LB 775 Activity Through 12/31/2005



A company has to file an application with the Nebraska Department of Revenue describing their project and stating 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 written agreement. 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.

No new LB775 applications may be filed after December 31, 2005. Pending applications will be processed until an agreement is signed or the application is either withdrawn or deleted.

Analysis of Applications and Agreements				
	Applications Received	Active Projects	Planned Investment (billions)	Planned New Jobs
Signed Agreements				
Active	327	327	4.9	32,970
Withdrawn	59			
Deleted	80			
Completed	111			
Subtotal-total signed agreements	577			
Applications				
Pending as of 12/31/05	158	158	3.7	13,300
Withdrawn	98			
Deleted	109			
Total	942	485	8.6	46,270

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. Three hundred and sixty-nine projects have reached the minimum required levels and qualified to receive credits and/or sales and use tax refunds. One hundred eleven of these projects have received all expected benefits and are completed.

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

Table 1

Application Year	Total Number of Active Projects	Year Verified																			Completed Projects	Active Qualified Projects
		1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	Total		
1987	90	13	30	23	11	1	6	4	1	1										90	60	21
1988	29		2	10	6	3		2	3	2	1									29	14	15
1989	28			1	4	4	9	1	6	3										28	8	20
1990	15				4	4	2		4	4	1									15	6	9
1991	13					2	1	3	2	2	2	1								13	2	11
1992	16							3	4	2	3	2	1		1					16	1	15
1993	12								5	3	2	2								12	1	11
1994	22								4	7	3	4			1					22	2	19
1995	40								6	6	13	6	4	5	3	3				40	8	32
1996	29										2	9	8	2	3	3	1			29		28
1997	24												6	7	4	2	3			24		22
1998	21											3	1	1	3	3	2	1		21		14
1999	25												1	3	2	2	4	4		25		16
2000	25													1	3	2	4	2		25		12
2001	29													1	3	2	5	2		29		9
2002	47														3	2	2	2		47		4
2003	33															2	4	4		33		
2004	62																2	4		62		
2005	36																	2		36		
Total	596	13	32	34	21	14	18	13	31	27	28	23	24	17	16	17*	13*	17	11	369	111	258
Completed Projects		13	28	28	14	8	4	1	4	1	4	2	3			1				111		
Active Projects		0	4	6	7	6	14	12	27	26	24	21	21	17	16	16	13	17	11	258		

*Application withdrawn after qualification was verified.

Agreements Signed in 2005 Still in Effect

Company Name	Project Size	Project Location
1 American Title, Inc.	\$11.75M + 280 emp	Omaha
2 IntoMetal, Inc.	\$10.1M + 100 emp	Lincoln, Auburn
3 KAAPA Ethanol, LLC	\$95M + 100 emp	Kearney County
4 Lincoln Poultry & Egg Co.	\$10M + 101 emp	Lincoln
5 Lion Realty, LLC	\$10M + 100 emp	Crete
6 Lockheed Martin Corporation	\$11.4M + 100 emp	Bellevue
7 MidAmerican Energy Holdings Co.	\$10M + 100 emp	Omaha
8 NE Colorado Wireless Tech, Inc.	\$13.3M + 35 emp	Grand Island, Hastings, Kearney, North Platte, Alliance, Norfolk, Scottsbluff, and other NE locations
9 Pacific Life Insurance Co.	\$10M + 100 emp	Omaha
10 Pinnacle Bancorp, Inc.	\$10M + 100 emp	Beatrice, Neligh, Schuyler, Wisner, Arnold, Lexington, Omaha, Elwood, Aurora, O'Neill, Ogallala, Verdigre, Lincoln, Madison, Central City, Palmer, Grant, Columbus, Crete, Osceola, Shelby, Gretna, and Papillion
11 Platte Valley Fuel Ethanol, LLC	\$10M + 100 emp	Central City
12 ShopKo Stores, Inc.	\$37.5M + 158 emp	Omaha
13 TMCO, Inc.	\$4M + 34 emp	Lincoln
14 Tenaska Energy, Inc.	\$5M + 30 emp	Omaha
15 Vertrue Incorporated	\$24.9M + 481 emp	Omaha
16 Werner Enterprises, Inc. & Sub.	\$22.1M + 100 emp	Omaha

Agreements Signed in 1987 Still in Effect

Company Name	Project Size	Project Location
1 Crete Carrier Corporation	\$3M + 30 emp	Omaha, Lincoln, York, Crete, and Norfolk
2 Marianna Industries, Inc.	\$3M + 30 emp	Greater Omaha Metropolitan Area
3 U S West, Inc.	\$60M + 150 emp	Omaha area

Agreements Signed in 1988 Still in Effect

Company Name	Project Size	Project Location
1 Acton International, Ltd.	\$10M + 525 emp	Lancaster, Sarpy, Douglas Counties
2 Affiliated Foods Midwest Cooperative, Inc.	\$6.7M + 67 emp	Norfolk
3 Ameritrade Holding Corporation	\$4.4M + 48 emp	Metro Omaha
4 Becton Dickinson & Company	\$38M + 109 emp	Columbus, Broken Bow, and Holdrege
5 Dana Corporation	\$5.3M + 70 emp	Hastings
6 Dutton-Lainson Co.	\$4M + 51 emp	Hastings
7 Gibraltar Packaging Group	\$4.6M + 35 emp	Hastings and Lincoln
8 Grand Island Accessories, Inc.	\$3M + 30 emp	Grand Island
9 HW Mangelsens, Inc.	\$3.5M + 33 emp	Greater Omaha Metropolitan Area
10 Iams Company	\$17.2M + 39 emp	Hamilton County
11 Jefferson Pilot Financial Insurance Company	\$10M + 114 emp	Greater Metropolitan Omaha Area
12 Land and Sky, Inc.	\$3M + 40 emp	Lincoln, Lancaster County, and other locations in the Southeast
13 Modern Equipment Co, Inc.	\$3.5M + 110 emp	Douglas County
14 Sitel Corporation	\$4.95M + 100 emp	Greater Omaha Metropolitan Area
15 Streck Laboratories, Inc.	\$3.7M + 61 emp	Greater Omaha Metropolitan Area
16 Time Warner Entertainment-Advance/Newhouse Partnership	\$30M + 40 emp	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
17 Walker Manufacturing Co.	\$4M + 45 emp	Seward

Agreements Signed in 1989 Still in Effect

Company Name	Project Size	Project Location
1 Clean Harbors, Inc.	\$35.8M + 40 emp	Kimball
2 Coleman Powermate, Inc.	\$3M + 206 emp	Hastings and Kearney
3 Community First National Bank	\$3.5M + 30 emp	Alliance, Merriman, Chadron, Gordon, Mullen, Theftord, Valentine, Cody, Bridgeport, Hemingford, and Hyannis
4 IBP, inc.	\$77.5M + 1200 emp	Lexington
5 ITI Marketing Services, Inc.	\$3.7M + 310 emp	Greater Omaha Metropolitan Area
6 Omni Holding Company	\$3.8M + 34 emp	Omaha, Douglas and Sarpy Counties
7 Pegasus Solutions Companies	\$10M + 100 emp	Omaha
8 Principal Financial Group Life Insurance Company	\$6.2M + 100 emp	Grand Island
9 Tri-Con Industries, LTD	\$9.7M + 85 emp	Lincoln
10 Yasufuku USA, Inc.	\$3.5M + 36 emp	Lincoln

Agreements Signed in 1990 Still in Effect

Company Name	Project Size	Project Location
1 Alliant Exchange, Inc.	\$3M + 30 emp	Douglas County
2 Alltel Communications Holdings of the Midwest, Inc.	\$10M + 31 emp	Grand Island, Hastings, Kearney, York, North Platte, Lexington, Brady, Paxton, Ogallala, Seward, Norfolk, Columbus, Fremont, Sidney, Scottbluff, Beatrice, Ashland, O'Neill, Ord, and other locations
3 Brunswick Corporation	\$3M + 30 emp	Lancaster County
4 Data Transmission Network Corporation	\$3M + 31 emp	Douglas County
5 Deeter Foundry, Inc.	\$3.4M + 32 emp	Lincoln
6 Exmark Manufacturing Co., Inc.	\$3.1M + 46 emp	Beatrice
7 Farmland Foods, Inc.	\$13.7M + 110 emp	Crete
8 First Data Voice Services	\$10M + 100 emp	Greater Omaha Metropolitan Area
9 Fremont Beef Company	\$10M + 100 emp	Fremont
10 Goodyear Tire & Rubber Company	\$3M + 30 emp	Norfolk
11 Hyatt Hotels Corporation	\$10M + 100 emp	Omaha
12 IMSCORP	\$3M + 30 emp	Lincoln
13 LCF Holdings, Inc. & Subs.	\$3.2M + 30 emp	Omaha, Lincoln, Fremont, and Norfolk
14 Lincoln Benefit Life	\$3M + 140 emp	Lincoln
15 Mid-America Computer Corporation	\$11M + 133 emp	Blair
16 Millard Refrigerated Services	\$14.7M + 210 emp	Douglas and Sarpy Counties
17 Molex Incorporated	\$4.6M + 43 emp	Lincoln
18 Norfolk Iron & Metal Co.	\$3.7M + 35 emp	Norfolk and Scottsbluff
19 ORI Great West Holdings	\$4.9M + 59 emp	South Sioux City
20 Precision Industries, Inc.	\$10M + 110 emp	Omaha, Lincoln, Grand Island, Lexington, Norfolk, Columbus, and other locations
21 PW Eagle, Inc.	\$3M + 30 emp	Hastings
22 T-L Irrigation Co.	\$3M + 30 emp	Hastings
23 Telenational Communications Limited Partnership	\$3.3M + 223 emp	Omaha and other locations
24 Tetra Micronutrients, Inc.	\$3M + 30 emp	Fairbury
25 The Buckle, Inc.	\$3M + 37 emp	Kearney
26 William H. Harvey Company	\$3M + 35 emp	Greater Omaha Metropolitan Area
27 Wilson Concrete Co.	\$3M + 30 emp	La Platte
28 Wright Printing Co.	\$4.4M + 60 emp	Omaha

Agreements Signed in 1991 Still in Effect

Company Name	Project Size	Project Location
1 Archer Daniels Midland Company	\$80M + 125 emp	Columbus
2 Chief Industries, Inc.	\$10M + 100 emp	Hastings
3 Drake-Williams Steel, Inc.	\$3.7M + 30 emp	Omaha
4 Linweld, Inc.	\$3M + 30 emp	Lincoln, Hastings, Holdrege, Columbus, Omaha, Kearney, Waverly, Norfolk, Grand Island, Scottsbluff
5 Mallory USA, Inc.	\$3M + 30 emp	South Sioux City
6 SPI Foods, Inc.	\$12M + 100 emp	Fremont
7 Tenneco Automotive Operating Co., Inc.	\$3M + 30 emp	Cozad
8 The Western Sugar Co. & Affiliates	\$35.7M + 30 emp	Scottsbluff
9 U.S. Bancorp	\$7.5M + 30 emp	Lincoln, Omaha, Scottsbluff, and Norfolk
10 Union Pacific Corporation	\$3M + 30 emp	Various Locations

Agreements Signed in 1992 Still in Effect

Company Name	Project Size	Project Location
1 Centurion Wireless Technologies, Inc.	\$3M + 30 emp	Lincoln
2 Design Plastics, Inc.	\$3.15M + 30 emp	Omaha
3 Krone Digital Communications	\$10M + 100 emp	Sidney
4 MidAmerican Energy Holdings Company	\$3M + 30 emp	Omaha
5 Paraclipse, Inc.	\$3M + 30 emp	Columbus
6 Restoragen, Inc.	\$10M + 100 emp	Lincoln
7 Tekton, Inc. & Subsidiaries	\$3M + 30 emp	Pender, Wayne and Omaha

Agreements Signed in 1993 Still in Effect

Company Name	Project Size	Project Location
1 Ag Processing, Inc. a Cooperative	\$5M + 95 emp	Omaha
2 American Shizuki Corp.	\$3.8M + 55 emp	Ogallala
3 Cargill, Inc.	\$150M + 100 emp	Washington County
4 ConAgra Foods, Inc.	\$10.2M + 100 emp	Omaha
5 Flexcon Company, Inc.	\$22M + 200 emp	Columbus
6 FOFTI, L.C.	\$10M + 100 emp	Greater Omaha
7 Henningsen Foods, Inc.	\$4.5M + 30 emp	David City and other locations
8 Tenaska, Inc.	\$3.1M + 40 emp	Omaha
9 Transcrypt International, Inc.	\$10M + 100 emp	Lincoln
10 Travel & Transport, Inc.	\$3.9M + 170 emp	Omaha and other locations

Agreements Signed in 1994 Still in Effect

Company Name	Project Size	Project Location
1 Auburn Consolidated Industries, Inc.	\$3M + 35 emp	Auburn
2 Beef Products, Inc.	\$15-30M + 100 emp	Dakota City and future locations
3 Cargill Meat Solutions Corp.	\$13M + 150 emp	Nebraska City
4 First Data Corporation	\$10M + 100 emp	Omaha
5 First National of Nebraska, Inc.	\$10M + 100 emp	Omaha
6 Fleming Companies, Inc.	\$3.4M + 35 emp	Lincoln
7 Information Technology, Inc.	\$3M + 30 emp	Lincoln
8 Lanter Company	\$4M + 34 emp	Omaha
9 Mutual of Omaha Insurance Company	\$20M	Omaha
10 Nebraska Furniture Mart, Inc.	\$3M + 30 emp	Omaha
11 Nebraska Beef Ltd.	\$10M + 100 emp	Omaha
12 Nucor Corporation	\$20M	Norfolk
13 Tyco Healthcare Group L.P.	\$3M + 30 emp	Norfolk

Agreements Signed in 1995 Still in Effect

Company Name	Project Size	Project Location
1 AGP Corn Processing	\$40M + 100 emp	Central Nebraska
2 American Laboratories, Inc.	\$3M + 30 emp	Omaha
3 Behlen Mfg. Co.	\$6M + 165 emp	Columbus and Omaha
4 Blue Cross & Blue Shield of Nebraska & Subs.	\$10M + 100 emp	Omaha, Lincoln and other locations
5 Cabela's, Inc.	\$10M + 100 emp	Sidney and Kearney
6 Carneco Foods, LLC	\$16M + 100 emp	Columbus
7 ConAgra Foods, Inc.	\$10M + 100 emp	Omaha
8 Experian Marketing Solutions, Inc.	\$10M + 100 emp	Lancaster and Seward Counties
9 Food Services of America	\$3M + 30 emp	Omaha
10 Info USA, Inc.	\$10M + 190 emp	Omaha
11 Irwin Industrial Tool Company	\$10M + 100 emp	DeWitt and Lincoln areas
12 Nebraska Energy LLC	\$35M + 30 emp	Aurora
13 Prairie Systems, Inc.	\$10M + 100 emp	Omaha
14 The Oilgear Company	\$3M + 30 emp	Fremont
15 Werner Enterprises, Inc.	\$10M + 100 emp	Douglas and Sarpy Counties

Agreements Signed in 1996 Still in Effect

Company Name	Project Size	Project Location
1 Acceptance Insurance Companies, Inc.	\$10M + 100 emp	Omaha
2 Burlington Northern Santa Fe Corporation	\$3M + 30 emp	Statewide
3 C.J. Foods, Inc.	\$3M + 30 emp	Pawnee City
4 Consolidated Business Systems, Inc.	\$3.5M + 40 emp	Omaha
5 CSG Systems, Inc.	\$14M + 105 emp	Omaha
6 Farmers & Merchants Investment, Inc.	\$4.85M + 72 emp	Statewide
7 Gallup, Inc.	\$9M + 155 emp	Lincoln
8 Garner Industries, Inc.	\$3M + 30 emp	Lincoln
9 Goodyear Tire & Rubber Company	\$20M	Lincoln
10 Greater Omaha Packing Co.	\$10M + 100 emp	Omaha
11 Iams Company	\$20.5M + 30 emp	Aurora
12 IBP, inc.	\$10M + 100 emp	Madison
13 Inacom Corp.	\$10M + 100 emp	Greater Omaha Metropolitan Area
14 Level 3 Communications, Inc.	\$10M + 100 emp	Omaha
15 Morris Printing Group, Inc.	\$3M + 30 emp	Lexington and Kearney
16 Omaha Steaks International, Inc.	\$10M + 100 emp	Metropolitan Omaha Area
17 OTC Investments, LLC	\$16M + 600 emp	Omaha
18 Parker Hannifin Corp.	\$13.6M + 71 emp	Alliance and McCook
19 Parker Hannifin Corp.	\$5M + 40 emp	Lincoln
20 Pennington Seed, Inc. of Nebraska	\$10M + 100 emp	Sidney
21 Physicians Mutual Insurance Company	\$14M + 150 emp	Omaha
22 Pioneer Hi-Bred International, Inc.	\$3M + 30 emp	York
23 Senior Technologies, Inc.	\$3M + 30 emp	Lincoln
24 Square D Company	\$20M	Lincoln
25 THT Designs	\$10M + 100 emp	Omaha
26 Union Pacific Corporation	\$3M + 30 emp	Greater Omaha Area
27 Union Pacific Corporation	\$3M + 30 emp	Statewide
28 West Corporation	\$10M + 100 emp	Omaha

Agreements Signed in 1997 Still in Effect

Company Name	Project Size	Project Location
1 3M Company	\$3M + 30 emp	Valley
2 Abengoa Bioenergy Corporation	\$55.1M + 105 emp	York County
3 Affiliated Foods Midwest Cooperative, Inc.	\$8.4M + 100 emp	Norfolk
4 Airlite Plastics Company	\$10M + 30 emp	Greater Omaha Metropolitan Area
5 Cox Communications	\$3M + 30 emp	Omaha
6 Distefano Tool & Manufacturing Co.	\$3.2M + 35 emp	Omaha
7 Duncan Aviation, Inc.	\$3M + 30 emp	Lincoln
8 Frito Lay, Inc.	\$25M + 30 emp	Central Nebraska
9 Hormel Foods Corporation	\$20M + 100 emp	Fremont
10 IBP, inc.	\$10M + 100 emp	Dakota City and West Point
11 IBP, inc.	\$10M + 100 emp	Gibbon
12 Kellogg Company	\$84M	Omaha
13 Lozier Corporation	\$20M	Omaha
14 Maplehurst Bakeries, Inc.	\$3M + 30 emp	Nebraska City
15 Midwest Web, Inc.	\$4.7M + 30 emp	Lincoln
16 Nedelco Inc. & Subsidiaries	\$4.85M + 147 emp	Aurora
17 Novartis Consumer Health, Inc.	\$10M + 100 emp	Lincoln
18 Premier Industries, Inc.	\$3M + 30 emp	Mead
19 Quality Pork International, Inc.	\$10M + 100 emp	Omaha
20 Reliance Electric Industrial Company	\$3M + 30 emp	Columbus
21 Security Financial Life Insurance	\$4.5M + 30 emp	Lincoln
22 Sprint Spectrum L.P.	\$35M + 150 emp	Statewide Service Area
23 Streck Laboratories	\$10M + 100 emp	Omaha
24 Valmont Industries, Inc.	\$10M + 100 emp	Valley, McCook, West Point, and Omaha
25 Walker Manufacturing Co.	\$3M + 30 emp	Seward
26 Wells Fargo & Company	\$12M + 115 emp	Lincoln, Grand Island, Columbus, Kearney, North Platte, and other locations

Agreements Signed in 1998 Still in Effect

Company Name	Project Size	Project Location
1 Baldwin Filters, Inc.	\$10M + 100 emp	Kearney and Gothenburg
2 Ballantyne of Omaha, Inc. & Subs.	\$3M + 30 emp	Omaha
3 Claas North American Holdings, Inc.	\$60 M + 502 emp	Omaha
4 Empire Fire & Marine Insurance Co.	\$10M + 100 emp	Omaha and other locations
5 Flexmag Industries, Inc.	\$3.9M + 35 emp	Norfolk
6 HDR, Inc.	\$15.3M + 110 emp	Omaha
7 Kroy Building Products, Inc.	\$3M + 30 emp	York
8 LI-COR, Inc.	\$3M + 30 emp	Lincoln
9 Nebco, Inc.	\$3M + 30 emp	Dodge, Lancaster, Douglas, Sarpy, Cass, Otoe, Buffalo, Hall, Saunders and other NE counties
10 Pegler-Sysco Food Service Company	\$12M + 203 emp	Omaha, Lincoln, Grand Island and other locations
11 Platte Valley Financial Services Companies, Inc.	\$3.7M + 50 emp	Scottsbluff
12 Reinke Manufacturing Company, Inc.	\$10.7M + 30 emp	Deshler
13 Teledyne Technologies, Inc.	\$10M + 110 emp	Lincoln
14 William H. Harvey Co.	\$3M + 30 emp	Omaha

Agreements Signed in 1999 Still in Effect

Company Name	Project Size	Project Location
1 Ameritas Acacia Mutual Holding Company	\$10M + 100 emp	Lincoln
2 AMPC, Inc.	\$3M + 30 emp	Fremont, Schuyler, Madison, and Grand Island
3 D & D Foods, Inc.	\$4.55M + 30 emp	Omaha
4 DTN Corporation	\$3M + 30 emp	Douglas County
5 Eaton MDH Company, Inc.	\$17.5M + 68 emp	Hastings
6 Harris Laboratories, Inc.	\$15.12M + 140 emp	Lincoln, Omaha
7 Lucent Technologies	\$191M	Omaha
8 Lyman-Richey Corporation	\$3M + 30 emp	Omaha and other Nebraska locations
9 Midland Systems, Inc.	\$3M + 30 emp	Omaha
10 Nonpareil - RDO, LLC.	\$15.8M + 100 emp	O'Neill
11 Omaha World Herald Company	\$9M + 30 emp	Omaha
12 Producers America, Inc.	\$3M + 30 emp	Omaha and other locations
13 Rotella's Italian Bakery, Inc.	\$3M + 30 emp	Omaha
14 Securities America Financial Corporation	\$7M + 100 emp	Omaha
15 Silverstone Group, Inc.	\$3M + 30 emp	Omaha
16 TierOne Bank	\$4.77M + 39 emp	Statewide
17 West Corporation	\$22M + 144 emp	Omaha
18 Wilkinson Manufacturing	\$10M + 100 emp	Fort Calhoun
19 Wis-Pak, Inc.	\$3M + 30 emp	Norfolk

Agreements Signed in 2000 Still in Effect

Company Name	Project Size	Project Location
1 Cargill Meat Solutions Corp.	\$16.5M + 100 emp	Schuyler
2 C S Precision Manufacturing, Inc.	\$7M + 30-35 emp	Scottsbluff
3 CXT Incorporated	\$3.5M + 30 emp	Grand Island
4 First York Ban Corp.	\$3M + 30 emp	Statewide
5 Grand Island Accessories	\$3.5M + 37 emp	Grand Island
6 Great Dane Limited Partnership	\$3M + 184 emp	Wayne
7 Hughes Brothers, Inc.	\$5.25M + 30 emp	Seward
8 Lee Enterprises	\$35M + 50 emp	Lincoln
9 Lindsay Manufacturing Co.	\$24M + 30 emp	Lindsay
10 Longview Fibre Company	\$7M + 30 emp	Seward
11 Midwest Padding LLC	\$3.3M + 32 emp	Norfolk
12 National Crane Corporation	\$9.4M + 60 emp	Waverly
13 OpticTrek.com, Inc.	\$110-144M + 1,445 emp	Omaha
14 Triangle Pacific Corp.	\$10.3M + 100 emp	Aubur

Agreements Signed in 2001 Still in Effect

Company Name	Project Size	Project Location
1 Becton Dickinson & Company	\$145M + 287 emp	Columbus, Holdrege, and Broken Bow
2 Carlson Holdings, Inc.	\$10.1M + 100 emp	Omaha
3 Caterpillar Logistics Services, Inc.	\$8.7M + 50 emp	Bellevue
4 Dutton-Lainson Co.	\$11.4M + 41 emp	Hastings and Kearney
5 Gordmans, Inc.	\$10M + 100 emp	Omaha
6 HDM Corporation	\$3.4M + 269 emp	Omaha
7 Innovative Grain Technologies	\$15M + 120 emp	Lincoln
8 International Transportation Specialists	\$3.1M + 40 emp	Omaha
9 James Skinner Co.	\$10.6M + 110 emp	Omaha
10 Kawasaki Motors Mfg. Corp.	\$50M + 80 emp	Lincoln
11 Lakeway International Food Group	\$3.2M + 60 emp	Omaha
12 Lincoln Plating Company	\$12.4M + 112 emp	Lincoln
13 Lincoln Machine, Inc.	\$3M + 30 emp	Lincoln
14 Metal-Tech Partners	\$3.25M + 83 emp	Bruning and Geneva
15 Midlands Packaging Corporation	\$3M + 30 emp	Lincoln
16 Neapco, Inc.	\$5.85M + 30 emp	Beatrice
17 Pinnacle Data Services LLC	\$3M + 30 emp	Gretna
18 Profitstar, Inc.	\$10M + 100 emp	Omaha
19 Schering-Plough Animal Health Corporation	\$15M + 117 emp	Elkhorn and Omaha
20 Talent Plus, Inc.	\$10 M + 100 emp	Lincoln
21 Tecumseh Poultry, LLC	\$15M + 922 emp	Tecumseh

Agreements Signed in 2002 Still in Effect

Company Name	Project Size	Project Location
1 American Meter Company	\$16.5M + 50 emp	Nebraska City
2 Ameritrade Holding Corporation	\$19.2M + 110 emp	Omaha
3 Cintas Corporation No. 2	\$5.6M + 120 emp	Omaha
4 ConAgra Beef Company	\$21M + 100 emp	Grand Island
5 Eagle Capital Group Inc.	\$3.6M + 30 emp	Hastings
6 Farmland Foods, Inc.	\$11.7M + 100 emp	Crete
7 First National of Nebraska, Inc.	\$258.6M + 100 emp	Omaha, David City, Columbus, Norfolk, Alliance, Chadron, Gering, Scottsbluff, North Platte, Fremont, and Kearney
8 Coca-Cola Enterprises	\$4.6M + 42 emp	Lincoln
9 Leprino Foods Company	\$7.8M + 30 emp	Ravenna
10 Lester Electrical of Nebraska, Inc.	\$3M + 30 emp	Lincoln
11 M.G. Waldbaum Company	\$18.9M + 109 emp	Wakefield and Bloomfield
12 Mutual of Omaha Insurance Company	\$166M	Omaha
13 Nash Finch Company	\$4.5M + 30 emp	Omaha
14 Natura Manufacturing Inc.	\$23.39M + 100 emp	Fremont
15 Professional Veterinary Products, LTD	\$10M + 100 emp	Omaha
16 Quality Refrigerated Services, Inc.	\$3M + 30 emp	Omaha
17 Radio Engineering Industries, Inc.	\$4M + 50 emp	Omaha
18 Wal-Mart Stores, Inc.	\$40M + 600 emp	North Platte
19 Wright Printing Co.	\$5.09M + 33 emp	Omaha

Agreements Signed in 2003 Still in Effect

Company Name	Project Size	Project Location
1 ADT Security Services, Inc.	\$12.2M + 400 emp	Omaha and Papillion
2 Alltel Communications, Inc.	\$52M	Omaha, Grand Island, Norfolk and other future locations
3 Alltel Communications of NE, Inc.	\$20M	Nebraska
4 Anderson Forest Products #1, Inc.	\$3M + 80 emp	Sidney
5 Applied Underwriters, Inc.	\$3.3M + 50 emp	Omaha
6 C & A Industries, Inc.	\$4.6M + 35 emp	Omaha
7 Farmers & Merchants Investment, Inc.	\$12M + 30 emp	Statewide
8 Houchen Bindery Ltd.	\$3.2M + 30 emp	Utica
9 Information Technology, Inc.	\$3.5M + 30 emp	Lincoln
10 Malnove Holding Co, Inc.	\$10M + 30 emp	Omaha
11 NBC Acquisition Corp.	\$10M + 100 emp	Lincoln
12 Nebraska Furniture Mart, Inc.	\$25M + 100 emp	Omaha
13 Nelnet, Inc.	\$3.5M + 35 emp	Lincoln
14 The Oilgear Company	\$17M + 110 emp	Fremont
15 OTC Investments, LLC	\$10.5M + 105 emp	Omaha
16 Overhead Door Corporation	\$4.2M + 136 emp	Grand Island
17 Paypal, Inc.	\$16M + 800 emp	Omaha
18 Phillips Manufacturing Company	\$10.3M + 100 emp	Omaha area
19 Restful Knights Inc.	\$10M + 100 emp	Wayne
20 Security National Bank	\$5M + 30 emp	Omaha
21 Tenneco Automotive, Inc.	\$12.9M + 155 emp	Cozad
22 Union Pacific Corporation	\$281M + 30 emp	Omaha
23 Universal Cold Storage & Trucking LLC	\$3M + 30 emp	Lincoln
24 Yasufuku USA, Inc.	\$3M + 30 emp	Lincoln

Agreements Signed in 2004 Still in Effect

Company Name	Project Size	Project Location
1 Advanced Building & Components, Inc.	\$3.2M+ 32 emp	Mead
2 American Family Life Assurance Company of Columbus	\$4.7M + 136 emp	Omaha
3 Burlington Northern Santa Fe Corporation	\$20M	Statewide
4 Cabela's, Inc.	\$18.8M + 1100 emp	Sidney and Kearney
5 ConAgra Foods, Inc.	\$10M + 100 emp	Omaha
6 Degussa Corporation	\$75M + 30 emp	Blair
7 Firstar Fiber, Inc.	\$43.5M + 180 emp	Fremont, Omaha, and future site
8 GWD, Ltd.	\$3.5M + 30 emp	South Sioux City
9 IBP, inc.	\$23.2M + 1000 emp	Norfolk
10 ILC, Inc.	\$4.3M + 38 emp	Omaha
11 IMSCORP	\$5M + 42 emp	Lincoln
12 Jones National Corporation	\$3M + 30 emp	Seward and Milford
13 Krone Digital Communications, Inc.	\$14.2M + 130 emp	Sidney
14 Linweld, Inc.	\$3M + 30 emp	Statewide
15 Marianna Industries, Inc.	\$5.6M + 30 emp	Omaha
16 McCain Foods USA, Inc.	\$20M + 100 emp	Grand Island
17 Merit Transportation Company, LLC	\$10.1M + 100 emp	Omaha
18 Metz Baking Company	\$15M + 100 emp	Hastings, Bellevue, and South Sioux City
19 Norfolk Iron & Metal Company	\$11M + 30 emp	Norfolk
20 Omaha Cold Storage Terminals, Inc.	\$10M + 100 emp	Omaha and Crete
21 Omni Hotels Management Corporation	\$3.35M + 30 emp	Omaha
22 Printco Graphics, Inc.	\$3M + 67 emp	Omaha
23 Quebecor World Lincoln Inc.	\$10M + 100 emp	Lincoln and surrounding areas
24 State Steel of Omaha	\$3.75M + 30 emp	Omaha
25 Technical Management, Inc.	\$12.78M + 900 emp	Lincoln
26 The Buckle, Inc.	\$10.1M + 100 emp	Kearney
27 THT Designs, Inc.	\$10M + 100 emp	Omaha and LaVista
28 Trenton Agri Products, LLC	\$39.4M + 31 emp	Trenton
29 Vente, Inc.	\$10M + 100 emp	Omaha
30 Waitt Media, Inc.	\$10M + 100 emp	Omaha and Plattsmouth
31 WCI Outdoor Products, Inc.	\$10M + 100 emp	Beatrice
32 West Gate Banshares, Inc.	\$13.5M + 100 emp	Lincoln
33 Wimmer's Meat Products, Inc.	\$10.8M + 100 emp	West Point

Summary of LB 775 Benefits Approved Through 12/31/2005

Table 2 summarizes the credits earned, credits used, credits expired, and the direct sales/use tax refunds approved for qualified companies through December 31, 2005. Also included are the sales and use tax refunds pending at year end. Credits are expired after the project has reached the end of the carryover period and has received all expected benefits.

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 32 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 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:

	1988-2001 ^(a)	2002	2003	2004	2005	Total
Investment Credits	\$1,200,278,330	\$94,627,118	\$73,168,444	\$47,119,400	\$44,035,139	\$1,459,228,431
New Jobs Credits	453,140,387	27,259,507	21,803,114	18,355,326	27,400,427	547,958,761
Total Credits Earned	\$1,653,418,717	\$121,886,625	\$94,971,558	\$65,474,726	\$71,435,566	\$2,007,187,192
Credits Used						
Income Tax ^(b)	\$462,429,043	\$28,608,407	\$40,352,137	\$34,894,898	\$35,526,275	\$601,810,760
Sales/Use Tax Refunds	395,653,970	43,044,802	54,788,893	51,221,202	66,858,062	611,566,931
Total Credits Used	\$858,083,013	\$71,653,209	\$95,141,030	\$86,116,100	\$102,384,337	\$1,213,377,691
Recapture ^(c)						
Repaid From Credits	\$ 18,862,240	\$ 2,660,004	\$ 2,858,091	\$ 4,351,586	\$ 4,726,346	\$ 33,458,267
	2,848,731	6,350,303	7,165,548	4,852,835	2,144,029	23,361,446
Credits Expired	0	8,603,682	6,274,151	2,881,327	10,730,097	28,489,257
Qualified Investment	\$15,104,372,207	\$1,230,538,458	\$826,327,537	\$599,180,614	\$528,697,581	\$18,289,116,397
Direct Sales/Use Tax Refunds on Investment	\$465,978,695	\$31,200,400	\$36,860,025	\$24,641,813	\$9,931,173	\$568,612,106
New Jobs of Qualifying Companies	71,460	860	262	2,886	2,962	78,430
Sales/Use Tax Refunds Pending Approval at Year End	N/A	\$45,248,206	\$35,675,492	\$33,694,186	\$39,663,923	N/A

^(a) For details by year see Annual Reports for previous year

	1988-2001 ^(a)	2002	2003	2004	2005	Total
^(b) Corporate	377,320,380	22,437,550	33,543,986	28,064,234	30,007,188	491,373,338
Individual	85,108,663	6,170,857	6,808,151	6,830,664	5,519,087	110,437,422
Total	462,429,043	28,608,407	40,352,137	34,894,898	35,526,275	601,810,760

^(c) 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, 2005, sixty-two projects were in recapture. \$16,196,722 in repayment due has been netted from approved refund claims, and \$17,261,534, plus interest, has been repaid in cash. Credit carryover for companies that have reached the end of the entitlement period has been reduced by \$23,361,446.

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 2005.

Table 3

**Analysis of Benefits Approved by Type of Agreement
(Cumulative Through 2005)**

	\$20 Million 0 Employees	\$3 Million 30 Employees	\$10 Million 100 Employees	Total
Number of Companies	25	186	158	369
Investment Credits	N/A	\$586,286,366	\$ 872,942,065	\$1,459,228,431
New Jobs Credits	N/A	210,956,936	337,001,825	547,958,761
Total Credits Earned	N/A	<u>\$797,243,302</u>	<u>\$1,209,943,890</u>	<u>\$2,007,187,192</u>
Credits Used				
Income Tax	N/A	\$252,555,667	\$349,255,093	\$601,810,760
Sales/Use Tax Refunds	N/A	199,996,321	411,570,610	611,566,931
Total Credits Used	N/A	<u>\$452,551,987</u>	<u>\$760,825,702</u>	<u>\$1,213,377,691</u>
Credits Expired	N/A	\$1,862,191	\$26,627,066	\$28,489,257
Direct Sales/Use Tax Refunds on Investment	\$133,446,499	\$160,679,394	\$274,486,213	\$568,612,106
Qualified Investment	\$3,696,832,361	\$5,862,863,361	\$8,729,420,675	\$18,289,116,397
New Jobs of Qualifying Companies	N/A	29,636	48,794	78,430
Sales/Use Tax Refunds Pending Approval at Year End (12-31-05)	\$1,337,979	\$6,143,382	\$32,182,562	\$39,663,923

LB 775 Companies Whose Qualifications Have Been Approved As Of 12/31/2005

Table 4 shows the types of companies that are included in each industry group. 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.

The industry groupings are based on the Principal Business Activity codes currently being used by the Internal Revenue Service.

Table 4 **Classification Into Industry Group by
Principal Business Activity (PBA) Codes
and Option Under Which Applied**

Category	PBA, Major Industry Group Titles	Option Under Which Applied
Construction, Utilities and Nonmetallic Mineral Products Manufacturing	22, 23, 327 Construction, Electric and Gas, Stone, Clay, Glass and Concrete Products	3M + 30 emp 10M + 100 emp
Manufacturing	311, 312 Meat and Food Products	3M + 30 emp 10M + 100 emp 20M
	314, 322, 323, 325, 326 Printing, Paper, Chemical, Plastics, Rubber, Textile and other non-durable products	3M + 30 emp 10M + 100 emp 20M
	321, 331, 332 Primary and Fabricated Metals and Wood Product Manufacturing	3M + 30 emp 10M + 100 emp 20M
	333, 334, 335, 336, 337, 339 Machinery, Electronic and other Electrical Equipment, Computer, Furniture, Transportation Equipment, Instruments and Miscellaneous Manufacturing	3M + 30 emp 10M + 100 emp 20M
Wholesale & Retail Trade	42 Durable and Non-Durable Goods	3M + 30 emp 10M + 100 emp
Transportation & Warehousing	48, 49 Railroads, Trucking, Air Transportation and Warehousing	3M + 30 emp 10M + 100 emp 20M
Information & Data Processing	51 Publishing, Communications, Information and Data Processing Services	3M + 30 emp 10M + 100 emp 20M
Finance, Insurance & Real Estate	52 Depository Institutions and Non-depository Credit Institutions, Security and Commodity Brokers, Insurance Carriers, Insurance Agents and Brokers	3M + 30 emp 10M + 100 emp 20M
Professional, Scientific and Technical Services	54, 56, 62, 81 Engineering, Business, Management, Scientific, Repair, Sanitary 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 2005 and cumulative through 2005 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 \$120,283,033 in 1988-2001, \$5,783,012 in 2002, \$8,558,812 in 2003, \$5,226,408 in 2004, and \$10,958,609 in 2005. Distributed credits may only be used to offset corporate or individual income tax liabilities.

Analysis of Credits by Industry Group (2005)

Table 5

Industry Group	Total Credits Earned	CREDITS USED		Credits Recaptured	Credits Expired	Credit Balance
		Income Tax	Sales Tax			
Construction, Electric and Gas, Stone, Clay, Glass and Concrete Products	\$ 2,027,078	\$ 1,945,256	\$ 43,465	\$ 0	\$ 0	\$ 38,357
Meat and Food Products	16,465,606	5,967,006	4,450,086	\$ 258,812	\$ 8,466,507	(2,676,805)
Printing, Paper, Chemical, Plastics, Rubber, Textile and Other Non-Durable Products	(25,243,997)*	1,049,191	17,853,785	0	1,212,813	(45,359,786)
Primary and Fabricated Metals and Wood Product Manufacturing	1,273,893	394,806	1,157,940	459,118	27,555	(765,526)
Machinery, Electronic and Other Electrical Equipment, Computer, Furniture, Transportation Equipment, Instruments and Miscellaneous Manufacturing	36,142,979	1,826,186	7,163,262	723,272	0	26,430,259
Durable and Non-Durable Goods	1,671,211	2,040,590	1,661,167	0	0	(2,030,546)
Railroads, Trucking, Air Transportation and Warehousing	16,920,809	13,451,839	10,878,378	0	0	(7,409,408)
Publishing, Communications, Information and Data Processing Services	4,437,569	2,458,093	5,853,553	676,600	0	(4,550,677)
Depository Institutions and Non-depository Credit Institutions, Security and Commodity Brokers, Insurance Carriers, Insurance Agents and Brokers	12,088,487	2,959,288	14,427,750	26,227	1,023,222	(6,348,000)
Engineering, Business, Management, Scientific, Repair, Sanitary and Miscellaneous Services	5,651,931	3,434,020	3,368,676	0	0	(1,150,765)
Total	\$71,435,566	\$35,526,275	\$66,858,062	\$2,144,029	\$10,730,097	\$(43,822,897)

*One project withdrew their application after qualification was verified.

LB 775 INDUSTRY GROUP DETAIL

Table 6

Analysis of Credits by Industry Group (Cumulative Through 2005)

Industry Group	Total Credits Earned	CREDITS USED		Credits Recaptured	Credit Expired	Credit Balance
		Income Tax	Sales Tax			
Construction, Electric and Gas, Stone, Clay, Glass and Concrete Products	\$ 41,800,028	\$ 31,274,842	\$ 5,096,787	\$ 0	\$ 0	\$ 5,428,399
Meat and Food Products	299,040,454	89,415,338	104,246,720	1,827,872	16,737,832	86,812,692
Printing, Paper, Chemical, Plastics, Rubber, Textile and Other Non-Durable Products	248,149,657	21,479,660	86,128,075	670,169	7,142,463	132,729,290
Primary and Fabricated Metals and Wood Product Manufacturing	38,073,409	17,494,576	8,380,156	1,049,491	27,555	11,121,631
Machinery, Electronic and Other Electrical Equipment, Computer, Furniture, Transportation Equipment, Instruments and Miscellaneous Manufacturing	247,440,322	51,246,837	102,487,045	2,074,541	1,478,974	90,152,925
Durable and Non-Durable Goods	84,951,105	34,765,029	19,637,843	3,393,154	0	27,155,079
Railroads, Trucking, Air Transportation and Warehousing	336,053,104	100,963,563	56,682,035	5,801,902	707,582	171,898,022
Publishing, Communications, Information and Data Processing Services	216,100,914	88,022,326	37,267,371	4,652,248	0	86,158,969
Depository Institutions and Non-depository Credit Institutions, Security and Commodity Brokers, Insurance Carriers, Insurance Agents and Brokers	339,263,357	102,487,788	153,317,140	3,892,069	1,023,222	78,543,138
Engineering, Business, Management, Scientific, Repair, Sanitary and Miscellaneous Services	156,314,842	64,660,801	38,323,759	0	1,371,629	51,958,653
Total	\$2,007,187,192	\$601,810,760	\$611,566,931	\$23,361,446	\$28,489,257	\$741,958,798

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, 2005 were \$568,612,106. Refunds were \$552,853,979 on qualified property and \$15,758,127 on aircraft.

Credits earned on investment and employment increases may be used to obtain a refund of otherwise non-refundable 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 2005 and cumulative through 2005. The last column of Table 7 shows the sales and use tax refunds pending approval on December 31, 2005.

Table 9 shows the breakdown of state and city taxes paid for the total refunds net of recapture.

**Table 7 Analysis of Sales/Use Tax Refunds by Industry Group
(2005)**

Industry Group	APPROVED REFUNDS			Refunds Pending as of 12/31/2005
	Direct Refunds	Refunds Using Credits	Total	
Construction, Electric and Gas, Stone, Clay, Glass and Concrete Products	\$1,062,489	\$ 43,465	\$ 1,105,954	\$ 439,905
Meat and Food Products	3,088,170	4,450,086	7,538,256	10,812,443
Printing, Paper, Chemical, Plastics, Rubber and Other Non-Durable Products	(5,949,655)	17,853,785	11,904,130	3,654,954
Primary and Fabricated Metals	714,803	1,157,940	1,872,743	117,632
Machinery, Electronic and Other Electrical Equipment, Computer, Furniture, Transportation Equipment, Instruments and Miscellaneous Manufacturing	2,147,360	7,163,262	9,310,622	9,928,259
Durable and Non-Durable Goods	221,618	1,661,167	1,882,785	551,217
Railroads, Trucking, Air Transportation and Warehousing	3,499,143	10,878,378	14,377,521	1,988,352
Publishing, Communications, Information and Data Processing Services	1,548,298	5,853,553	7,401,851	2,835,214
Depository Institutions and Non-depository Credit Institutions, Security and Commodity Brokers, Insurance Carriers, Insurance Agents and Brokers	3,290,866	14,427,750	17,718,616	8,182,598
Engineering, Business, Management, Scientific, Repair, Sanitary and Miscellaneous Services	308,081	3,368,676	3,676,757	1,153,349
Total	\$9,931,173	\$66,858,062	\$76,789,235	\$39,663,923

Table 8 LB 775 INDUSTRY GROUP DETAIL
Analysis of Sales/Use Tax Refunds by Industry Group
(Cumulative through 2005)

Industry Group	APPROVED REFUNDS		
	Direct Refunds	Refunds Using Credits	Total Refunds
Construction, Electric and Gas, Stone, Clay, Glass and Concrete Products	\$ 10,417,958	\$ 5,096,787	\$ 15,514,745
Meat and Food Products	69,587,978	104,246,720	173,834,698
Printing, Paper, Chemical, Plastics, Rubber and Other Non-Durable Products	61,651,895	86,128,076	147,779,971
Primary and Fabricated Metals	18,403,831	8,380,156	26,783,987
Machinery, Electronic and Other Electrical Equipment, Computer, Furniture, Transportation Equipment, Instruments and Miscellaneous Manufacturing	57,982,380	102,487,045	160,469,425
Durable and Non-Durable Goods	18,446,054	19,637,843	38,083,897
Railroads, Trucking, Air Transportation and Warehousing	68,991,816	56,682,035	125,673,851
Publishing, Communications, Information and Data Processing Services	121,046,600	37,267,370	158,313,970
Depository Institutions and Non-depository Credit Institutions, Security and Commodity Brokers, Insurance Carriers, Insurance Agents and Brokers	117,454,182	153,317,140	270,771,322
Engineering, Business, Management, Scientific, Repair, Sanitary and Miscellaneous Services	24,629,412	38,323,759	62,953,171
Total	\$568,612,106	\$611,566,931	\$1,180,179,037

Table 9 Analysis of Sales/Use Tax Refunds

	APPROVED REFUNDS NET OF RECAPTURE						Refunds Pending as of 12/31/2005
	1988-2001*	2002	2003	2004	2005	Total	
Number of Claims	7,953	829	811	823	842	11,258	272
State Tax	\$714,981,100	\$60,482,089	\$78,017,775	\$62,528,270	\$65,235,973	\$ 981,245,207	\$34,289,066
City Tax	137,401,320	11,430,399	12,401,681	11,296,035	10,207,654	182,737,089	5,374,858
Total	\$852,382,420	\$71,912,488	\$90,419,456	\$73,824,305	\$75,443,627	\$1,163,982,296	\$39,663,923

* For detail by year see previous annual reports

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	1988-2001*	2002	2003	2004	2005	Total
Construction, Electric and Gas, Stone, Clay, Glass and Concrete Products	\$ 200,301,555	\$ 25,755,530	\$ 10,450,370	\$ 12,923,540	\$ 18,374,830	\$ 267,805,825
Meat and Food Products	2,259,671,057	68,031,187	50,000,127	44,298,513	115,540,394	2,537,541,278
Printing, Paper, Chemical, Plastics, Rubber, Textile and Other Non-Durable Products	1,677,169,589	306,889,352	312,516,863	76,723,559	(269,867,268)**	2,103,432,095
Primary and Fabricated Metals and Wood Product Manufacturing	453,516,626	36,136,634	66,605,162	7,165,710	32,087,430	595,511,562
Machinery, Electronic and Other Electrical Equipment, Computer, Furniture, Transportation Equipment, Instruments and Miscellaneous Manufacturing	1,517,476,481	142,321,339	26,570,489	1,695,532	326,294,836	2,014,358,677
Durable and Non-Durable Goods	425,152,574	35,803,660	19,266,340	12,241,020	6,837,180	499,300,774
Railroads, Trucking, Air Transportation and Warehousing	2,529,171,626	179,644,050	201,378,640	169,441,170	150,876,690	3,230,512,176
Publishing, Communications, Information and Data Processing Services	2,939,573,223	297,770,456	74,162,337	169,351,809	51,915,098	3,532,772,923
Depository Institutions and Non-depository Credit Institutions, Security and Commodity Brokers, Insurance Carriers, Insurance Agents and Brokers	2,473,639,308	67,129,640	55,306,450	79,943,350	73,228,791	2,749,247,539
Engineering, Business, Management, Scientific, Repair, Sanitary and Miscellaneous Services	628,700,168	71,056,610	10,070,759	25,396,411	23,409,600	758,633,548
Total	\$15,104,372,207	\$1,230,538,458	\$826,327,537	\$599,180,614	\$528,697,581	\$18,289,116,397

* For detail by year see previous Annual Reports.

** One project withdrew their application after qualification was verified.

Overview of Employment by Industry Tables

Tables 11 through 14 provide information by industry group on employment for projects which have met the minimum required levels of employment and/or investment necessary to qualify for benefits. For each year of the entitlement period, the qualified \$3 million and 30 full-time equivalent employee projects report information on full-time equivalent employee growth, average salaries and total Nebraska employment. The \$20 million investment projects do not report the full-time equivalent employee growth because it is not a requirement for qualification.

The full-time equivalent employee calculation reported in Table 11 is based on the number of hours paid at the project divided by 40 times the number of weeks in the year. An employee with 60 hours worked in each week of the year would be counted as 1.5 FTE employees. This same computation is done in the current year and the tax year prior to the year of application. The increase or decrease 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.

The total number of people employed at the quarter prior to date of application and at the most recent reporting period reported in Table 12 includes all employees of the taxpayer statewide on a specific date without regard to the number of hours those people have worked. In this case, the person who works 60 hours each week of the year would be reported as long as they were employed at the specific reporting date. The total number of people employed at the measuring points would also include any part-time, seasonal workers or non-project employees in Nebraska as long as they were employed in Nebraska by the taxpayer at the specific reporting date.

The numbers reported in Tables 11 and 12 are not comparable for the following reasons:

- The number of people employed for Table 12 is not measured the same as the number of full-time equivalent (FTE) employees shown in Table 11. The numbers shown in Table 12 are 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 11 does not include any information related to the \$20 million dollar projects while Table 12 does report change in total employment for these projects.
- Table 11 includes the full-time equivalent growth only for the project as defined while Table 12 includes total statewide employment.
- Table 11's total column reports cumulative FTE growth for all qualified projects since the enactment of LB775, including projects which are beyond the end of their entitlement period, while Table 12 only includes information for projects which are currently in their entitlement period.

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. The amount shown in the columns for each individual year is the increase or decrease from the previous year and does not represent the total change from the base year.

The total column represents the full-time equivalent growth during the entitlement period for each project that has met the \$3 million investment and 30 full-time equivalent employees since the enactment of the Employment and Investment Growth Act, LB775.

A company is required to maintain a minimum of 30 FTE employee increase to avoid recapture. Please note:

- A company that previously showed a FTE employee increase of 80 could fall back to a 30 FTE employee increase without going into recapture. In this situation, the decrease of 50 FTE would be included in the current year column and the net increase of 30 would remain in the total column.
- If the company that previously showed a FTE employee increase of 80 ceased operations in Nebraska during the entitlement period, they would be in recapture. The decrease of 80 FTE would be included in the current year column and there would be zero FTE's represented in the total column.

This year Table 11 has one industry group where the change in FTE reported in 2004 as compared to the previous reported year is negative. There were companies in this industry group which reported employment growth, however the overall industry total of all companies reporting was a negative number. A company reporting a decline in employment would not be in recapture unless the full-time equivalent employment growth for the term of the project is below 30 FTE.

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

Industry Group	1988-2001*	2002	2003	2004	2005	Total
Construction, Electric and Gas, Stone, Clay, Glass and Concrete Products	1,187	116	0	(22)	46	1,327
Meat and Food Products	15,921	311	208	570	376	17,386
Printing, Paper, Chemical, Plastics, Rubber and Other Non-Durable Products	4,898	124	162	221	84	5,489
Primary and Fabricated Metals	1,504	(113)	10	(28)	110	1,483
Machinery, Electronic and Other Electrical Equipment, Computer, Furniture, Transportation Equipment, Instruments and Miscellaneous Manufacturing	9,591	378	(461)	10	387	9,905
Durable and Non-Durable Goods	4,393	(41)	(10)	277	72	4,691
Railroads, Trucking, Air Transportation and Warehousing	5,911	(448)	(25)	267	465	6,170
Publishing, Communications, Information and Data Processing Services	4,019	(433)	(177)	601	505	4,515
Depository Institutions and Non-depository Credit Institutions, Security and Commodity Brokers, Insurance Carriers, Insurance Agents and Brokers	12,409	243	227	223	1,008	14,110
Engineering, Business, Management, Scientific, Repair, Sanitary and Miscellaneous Services	11,627	723	328	767	(91)	13,354
Total	71,460	860	262	2,886	2,962	78,430

LB 775 INDUSTRY GROUP DETAIL

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

Table 12 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 total employment numbers for the projects which have selected and attained the \$20 million investment level are included in Table 12.

Table 12 **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, Electric and Gas, Stone, Clay, Glass and Concrete Products	1,028	1,513	485
Meat and Food Products	21,330	19,754	(1,576)
Printing, Paper, Chemical, Plastics, Rubber and Other Non-Durable Products	3,661	3,210	(451)
Primary and Fabricated Metals	1,007	1,448	441
Machinery, Electronic and Other Electrical Equipment, Computer, Furniture, Transportation Equipment, Instruments and Miscellaneous Manufacturing	7,768	7,506	(262)
Durable and Non-Durable Goods	3,912	5,387	1,475
Railroads, Trucking, Air Transportation and Warehousing	11,452	14,434	2,982
Publishing, Communications, Information and Data Processing Services	4,206	5,370	1,164
Depository Institutions and Non-depository Credit Institutions, Security and Commodity Brokers, Insurance Carriers, Insurance Agents and Brokers	16,482	17,317	835
Engineering, Business, Management, Scientific, Repair, Sanitary and Miscellaneous Services	1,686	3,909	2,223
Total	72,532	79,848	7,316

LB 775 INDUSTRY GROUP DETAIL

Average Salary of New Employees

Tables 13 and 14 show the estimated average salary of new FTE employees for 2005 and cumulative through 2005. 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	Weighted Product (1 x 2)	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 13 Average Salary of New Employees by Industry Group (2005)

Industry Group	Total New FTE Employees	Estimated Average Salary of New Employees
Construction, Electric and Gas, Stone, Clay, Glass and Concrete Products	46	32,721
Meat and Food Products	376	43,836
Printing, Paper, Chemical, Plastics, Rubber and Other Non-Durable Products	84	27,962
Primary and Fabricated Metals	110	28,179
Machinery, Electronic and Other Electrical Equipment, Computer, Furniture, Transportation Equipment, Instruments and Miscellaneous Manufacturing	387	35,852
Durable and Non-Durable Goods	72	31,879
Railroads, Trucking, Air Transportation and Warehousing	465	36,947
Publishing, Communications, Information and Data Processing Services	505	29,215
Depository Institutions and Non-depository Credit Institutions, Security and Commodity Brokers, Insurance Carriers, Insurance Agents and Brokers	1,008	42,493
Engineering, Business, Management, Scientific, Repair, Sanitary and Miscellaneous Services	(91)	N/A
Total	2,962	37,227*

*156,746,619 / 3,860 = 37,227 (Negative FTE and Adjustments excluded)

LB 775 INDUSTRY GROUP DETAIL

We calculated the cumulative average for each industry by using the most recently reported average wage and cumulative FTE reported for each project. If the cumulative FTE for the project was zero or less, the project was included as zero FTE.

**Table 14 Average Salary of New Employees by Industry Group
(Cumulative through 2005)**

Industry Group	Total New FTE Employees	Estimated Average Salary of New Employees
Construction, Electric and Gas, Stone, Clay, Glass and Concrete Products	1,327	34,514
Meat and Food Products	17,386	24,755
Printing, Paper, Chemical, Plastics, Rubber and Other Non-Durable Products	5,489	26,958
Primary and Fabricated Metals	1,483	28,375
Machinery, Electronic and Other Electrical Equipment, Computer, Furniture, Transportation Equipment, Instruments and Miscellaneous Manufacturing	9,905	28,953
Durable and Non-Durable Goods	4,691	28,469
Railroads, Trucking, Air Transportation and Warehousing	6,170	38,741
Publishing, Communications, Information and Data Processing Services	4,515	26,908
Depository Institutions and Non-depository Credit Institutions, Security and Commodity Brokers, Insurance Carriers, Insurance Agents and Brokers	14,110	32,870
Engineering, Business, Management, Scientific, Repair, Sanitary and Miscellaneous Services	13,354	27,115
Total	78,430	28,981*

*2,286,029,005 / 78,430 = 28,981

Summary of Benefits by Year Qualification Verified

Tables 15-32 separate the data for the three hundred and sixty-nine projects that have qualified for benefits by the end of 2005 into groups based on the year the department originally verified the company had qualified for benefits. In 2005, 265 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, 2003 tax year, the department might have verified its qualification in 2003. However, the company's tax return, including its Form 775N, for the tax year ended June 30, 2004, might not have been filed until April 15, 2005. While the data for 2003 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 2004 data.

For this reason only 10 of the 17 companies verified as qualifying in 2003 filed a Form 775N claiming additional credits in 2004. This pattern occurs in most years.

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

	1988-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	0	0	0	0**	
Investment Credits	\$41,798,873	0	0	0	0	\$41,798,873
New Jobs Credits	<u>22,938,078</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>22,938,078</u>
Total Credits Earned	\$64,736,951	0	0	0	0	\$64,736,951
Credits Used						
Income Tax	\$15,969,033	0	0	0	0	\$15,969,033
Sales/Use Tax Refunds	<u>46,407,889</u>	<u>\$23,968</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>46,431,857</u>
Total Credits Used	\$62,376,922	\$23,968	0	0	0	\$62,400,890
Credits Expired	0	\$1,455,788	0	0	0	\$1,455,788
Qualified Investment	\$1,461,668,369	0	0	0	0	\$1,461,668,369
Direct Sales/Use Tax Refunds on Investment	\$44,755,296	0	0	\$630,007	0	\$45,385,303
New Jobs of Qualifying Companies	3,433	0	0	0	0	3,433
Pending Sales/Use Tax Refunds as of 12/31	N/A	0	0	0	0	N/A

* For detail by year see previous Annual Reports.

** All projects approved in 1988 are past the end of their entitlement period.

Table 16

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

	1989-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	0	0	0	0**	
Investment Credits	\$187,581,286	\$(69,976)	\$(1,091,026)	0	\$(72,511)	\$186,347,773
New Jobs Credits	76,224,208	(103,779)	0	0	(21,996)	76,098,433
Total Credits Earned	\$263,805,494	\$(173,755)	\$(1,091,026)	0	\$(94,507)	\$262,446,206
Credits Used						
Income Tax	\$136,621,360	\$1,358,046	\$1,122,542	\$722,631	\$(239,882)	\$139,584,697
Sales/Use Tax Refunds	104,215,696	4,630,080	292,632	2,302,248	711,654	112,152,310
Total Credits Used	\$240,837,056	\$5,988,126	\$1,415,174	\$3,024,879	\$471,772	\$251,737,007
Credits Expired	0	\$3,244,632	\$406,961	\$136,559	\$37,567	\$3,825,719
Qualified Investment	\$2,208,920,817	\$(699,760)	\$(10,910,260)	0	\$(725,110)	\$2,196,585,687
Direct Sales/Use Tax Refunds on Investment	\$74,301,460	0	\$1,490	0	0	\$74,302,950
New Jobs of Qualifying Companies	10,805	0	0	0	0	10,805
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$2,487,610	\$3,600,838	\$1,925,371	0	N/A

* For detail by year see previous Annual Reports.

** All projects approved in 1989 are past the end of their entitlement period. However, taxpayer amendments and 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)**

	1990-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	1	0	0	0**	
Investment Credits	\$ 91,283,058	\$44,126	\$(1,053,337)	\$(62,040)	0	\$ 90,211,807
New Jobs Credits	62,430,980	0	(7,824)	85,671	0	62,508,827
Total Credits Earned	\$153,714,038	\$44,126	\$(1,061,161)	\$23,631	0	\$152,720,634
Credits Used						
Income Tax	\$ 56,147,852	\$1,934,463	\$(179,464)	\$(51,374)	\$20,327	\$ 57,871,804
Sales/Use Tax Refunds	59,666,948	3,465,976	2,194,055	1,583,070	37,363	66,947,412
Total Credits Used	\$115,814,800	\$5,400,439	\$2,014,591	\$1,531,696	\$57,690	\$124,819,216
Credits Expired	0	\$3,903,262	\$5,607,222	\$(83,067)	\$8,342,654	\$17,770,071
Qualified Investment	\$1,064,206,990	\$441,260	\$(10,533,370)	\$(620,400)	0	\$1,053,494,480
Direct Sales/Use Tax Refunds on Investment	\$36,233,715	\$127,743	0	\$642,882	0	\$37,004,340
New Jobs of Qualifying Companies	9,758	0	0	0	0	9,758
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$661,541	\$892,979	\$30,480	0	N/A

* For detail by year see previous Annual Reports.

** All projects approved in 1990 are past the end of their entitlement period.

Table 18

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

	1991-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	0	0	0	0 **	
Investment Credits	\$43,711,262	\$112,332	0	0	0	\$43,823,594
New Jobs Credits	42,630,753	(6,193)	0	0	0	42,624,560
Total Credits Earned	<u>\$86,342,015</u>	<u>\$106,139</u>	<u>0</u>	<u>0</u>	<u>0</u>	\$86,448,154
Credits Used						
Income Tax	\$33,985,941	\$ 102,083	\$1,752,733	\$ 364,581	\$ 546,957	\$36,752,295
Sales/Use Tax Refund	27,713,645	1,541,068	2,020,488	877,124	653,482	32,805,807
Total Credits Used	<u>\$61,699,586</u>	<u>\$1,643,151</u>	<u>\$3,773,221</u>	<u>\$1,241,705</u>	<u>\$1,200,439</u>	\$69,558,102
Credits Expired	0	0	\$259,968	0	\$27,555	\$287,523
Qualified Investment	\$892,931,501	\$1,123,320	0	0	0	\$894,054,821
Direct Sales/Use Tax Refunds on Investment	\$28,873,444	\$54,944	\$1,470	0	0	\$28,929,858
New Jobs of Qualifying Companies	7,417	0	0	0	0	7,417
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$228,960	\$357,181	\$286,352	0	N/A

* For detail by year see previous Annual Reports.

** All projects approved in 1991 are past the end of their entitlement period.

Table 19

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

	1992-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	1	0	0	0 **	
Investment Credits	\$32,370,683	\$536,668	\$ (307,004)	\$(41,918)	0	\$32,558,429
New Jobs Credits	16,338,146	0	(1,718,777)	(2,483)	0	14,616,886
Total Credits Earned	<u>\$48,708,829</u>	<u>\$536,668</u>	<u>\$(2,025,781)</u>	<u>\$(44,401)</u>	<u>0</u>	\$47,175,315
Credits Used						
Income Tax	\$17,234,461	\$513,908	\$ 690,677	\$ 225,959	\$ 47,882	\$18,712,887
Sales/Use Tax Refunds	17,655,783	1,455,662	1,152,193	1,064,359	554,426	21,882,423
Total Credits Used	<u>\$34,890,244</u>	<u>\$1,969,570</u>	<u>\$1,842,870</u>	<u>\$1,290,318</u>	<u>\$602,308</u>	\$40,595,310
Credits Expired	0	0	0	\$2,827,835	0	\$2,827,835
Qualified Investment	\$323,706,860	\$5,366,680	\$(3,070,040)	\$(419,180)	0	\$325,584,320
Direct Sales/Use Tax Refunds on Investment	\$13,136,216	0	\$(68,457)	0	0	\$13,067,759
New Jobs of Qualifying Companies	2,649	0	0	0	0	2,649
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$333,216	\$363,175	\$288,965	\$227,613	N/A

* For detail by year see previous Annual Reports.

** All projects approved in 1992 are past the end of their entitlement period.

Table 20

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

	1993-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	0	1	0	0 **	
Investment Credits	\$ 99,153,025	\$(60,908)	\$ (3,436)	0	0	\$ 99,088,681
New Jobs Credits	27,751,848	0	(26,173)	0	0	27,725,675
Total Credits Earned	\$126,904,873	\$(60,908)	\$(29,609)	0	0	\$126,814,356
Credits Used						
Income Tax	\$30,250,576	\$ 438,730	\$ 9,141,224	\$8,176,339	\$ 4,982,893	\$ 52,989,762
Sales/Use Tax Refunds	34,991,634	2,124,181	5,837,242	1,049,698	8,764,993	52,767,748
Total Credits Used	\$65,242,210	\$2,562,911	\$14,978,466	\$9,226,037	\$13,747,886	\$105,757,510
Credits Expired	0	0	0	0	0	0
Qualified Investment	\$991,530,240	\$(609,080)	\$(34,360)	0	0	\$990,886,800
Direct Sales/Use Tax Refunds on Investment	\$25,128,240	0	0	0	0	\$25,128,240
New Jobs of Qualifying Companies	4,544	0	0	0	0	4,544
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$3,624,734	\$261,853	\$4,173,349	\$654,118	N/A

* For detail by year see previous Annual Reports.

** All projects approved in 1993 are past the end of their entitlement period.

Table 21

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

	1994-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	0	0	0	0 **	
Investment Credits	\$76,864,327	0	\$(6,443,002)	\$(2,508,745)	0	\$67,912,580
New Jobs Credits	19,315,737	0	(178,825)	8,316	0	19,145,228
Total Credits Earned	\$96,180,064	0	\$(6,621,827)	\$(2,500,429)	0	\$87,057,808
Credits Used						
Income Tax	\$ 8,727,136	\$ 512,416	\$1,101,312	\$ 658,040	\$2,298,520	\$13,297,424
Sales/Use Tax Refunds	14,679,108	2,237,106	1,047,389	6,591,438	959,369	25,514,410
Total Credits Used	\$23,406,244	\$2,749,522	\$2,148,701	\$7,249,478	\$3,257,889	\$38,811,834
Credits Expired	0	0	0	0	0	0
Qualified Investment	\$768,643,271	0	\$(64,430,020)	\$(25,087,450)	0	\$679,125,801
Direct Sales/Use Tax Refunds on Investment	\$18,300,831	\$163,987	0	\$1,895	\$225,322	\$18,692,035
New Jobs of Qualifying Companies	3,389	0	(61)	0	0	3,328
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$589,669	\$211,222	\$90,889	\$536,233	N/A

* For detail by year see previous Annual Reports.

** All projects approved in 1994 are past the end of their entitlement period.

Table 22

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

	1995-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	4	4	0	0**	
Investment Credits	\$191,848,465	\$25,339,681	\$675,300	\$(420,665)	\$(198,594)	\$217,244,187
New Jobs Credits	59,972,778	2,507,395	(21,010)	(430,135)	(149,171)	61,879,857
Total Credits Earned	<u>\$251,821,243</u>	<u>\$27,847,076</u>	<u>\$654,290</u>	<u>\$(850,800)</u>	<u>\$(347,765)</u>	\$279,124,044
Credits Used						
Income Tax	\$ 72,423,705	\$ 3,659,974	\$ 5,410,201	\$ 2,986,396	\$ 1,774,415	\$ 86,254,691
Sales/Use Tax Refunds	40,018,931	6,453,458	13,498,008	14,193,496	24,469,449	98,633,342
Total Credits Used	<u>\$112,442,636</u>	<u>\$10,113,432</u>	<u>\$18,908,209</u>	<u>\$17,179,892</u>	<u>\$26,243,864</u>	\$184,888,033
Credits Expired	0	0	0	0	0	0
Qualified Investment	\$2,049,568,175	\$253,396,810	\$6,753,000	\$(4,206,650)	\$(1,985,940)	\$2,303,525,395
Direct Sales/Use Tax Refunds on Investment	\$82,839,835	\$5,560,911	\$4,192,267	\$3,931,197	\$558,618	\$97,082,828
New Jobs of Qualifying Companies	7,753	218	(14)	0	0	7,957
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$12,670,141	\$12,426,090	\$10,242,173	\$6,153,781	N/A

* For detail by year see previous Annual Reports.

** All projects approved in 1995 are past the end of their entitlement period. However, taxpayer amendments and audit adjustments to previous credits allowed or benefits received may still be reflected in current year credits earned.

Table 23

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

	1996-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	17	3	0	0**	
Investment Credits	\$ 97,367,954	\$ 5,996,013	\$3,432,072	\$(298,161)	\$536,620	\$107,034,498
New Jobs Credits	58,899,813	6,409,293	2,805,394	8,472	433,089	68,556,061
Total Credits Earned	<u>\$156,267,767</u>	<u>\$12,405,306</u>	<u>\$6,237,466</u>	<u>\$(289,689)</u>	<u>\$969,709</u>	\$175,590,559
Credits Used						
Income Tax	\$29,781,869	\$3,062,881	\$ 6,324,830	\$ 4,819,897	\$1,624,088	\$45,613,565
Sales/Use Tax Refunds	17,275,659	11,111,035	11,683,686	6,911,153	7,082,920	54,064,453
Total Credits Used	<u>\$47,057,528</u>	<u>\$14,173,916</u>	<u>\$18,008,516</u>	<u>\$11,731,050</u>	<u>\$8,707,008</u>	\$99,678,018
Credits Expired	0	0	0	0	\$1,023,222	\$1,023,222
Qualified Investment	\$973,679,513	\$59,960,130	\$34,320,720	\$(2,981,610)	\$5,366,200	\$1,070,344,953
Direct Sales/Use Tax Refunds on Investment	\$29,500,308	\$2,239,137	\$978,046	\$521,701	\$64,422	\$33,303,614
New Jobs of Qualifying Companies	9,234	(22)	(51)	0	0	9,161
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$4,102,748	\$1,190,464	\$2,396,484	\$5,672,159	N/A

* For detail by year see previous Annual Reports.

** All projects approved in 1996 are past the end of their entitlement period. However, taxpayer amendments and audit adjustments to previous credits allowed or benefits received may still be reflected in current year credits earned.

Table 24

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

	1997-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	19	13	3	0 **	
Investment Credits	\$183,207,805	\$ 5,919,075	\$ 9,785,720	\$4,165,168	\$6,942	\$203,084,710
New Jobs Credits	42,420,058	5,703,978	5,326,497	897,775	2,635	54,350,943
Total Credits Earned	<u>\$225,627,863</u>	<u>\$11,623,053</u>	<u>\$15,112,217</u>	<u>\$5,062,943</u>	<u>\$9,577</u>	\$257,435,653
Credits Used						
Income Tax	\$35,694,172	\$1,017,354	\$ 5,727,496	\$3,773,162	\$ 8,748,902	\$ 54,961,086
Sales/Use Tax Refunds	25,554,371	5,926,323	9,437,604	5,614,406	12,304,749	58,837,453
Total Credits Used	<u>\$61,248,543</u>	<u>\$6,943,677</u>	<u>\$15,165,100</u>	<u>\$9,387,568</u>	<u>\$21,053,651</u>	\$113,798,539
Credits Expired	0	0	0	0	0	0
Qualified Investment	\$2,383,049,168	\$301,851,790	\$109,857,890	\$53,928,790	\$69,420	\$2,848,757,058
Direct Sales/Use Tax Refunds on Investment	\$67,440,437	\$14,281,845	\$6,161,742	\$765,157	\$(27,335)	\$88,621,846
New Jobs of Qualifying Companies	5,580	(1,043)	(185)	124	0	4,476
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$5,119,592	\$2,249,535	\$4,328,207	\$2,214,066	N/A

* For detail by year see previous Annual Reports.

** All projects approved in 1997 are past the end of their entitlement period. However, taxpayer amendments and audit adjustments to previous credits allowed or benefits received may still be reflected in current year credits earned.

Table 25

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

	1998-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	16	12	12	2 **	
Investment Credits	\$30,681,731	\$4,755,285	\$4,303,370	\$1,246,119	\$454,252	\$41,440,757
New Jobs Credits	9,108,889	2,530,974	2,780,500	1,013,298	435,422	15,869,083
Total Credits Earned	<u>\$39,790,620</u>	<u>\$7,286,259</u>	<u>\$7,083,870</u>	<u>\$2,259,417</u>	<u>\$889,674</u>	\$57,309,840
Credits Used						
Income Tax	\$10,580,602	\$2,560,810	\$ 597,872	\$1,104,168	\$1,846,390	\$16,689,842
Sales/Use Tax Refunds	3,684,498	758,764	755,361	1,596,539	1,894,911	8,690,073
Total Credits Used	<u>\$14,265,100</u>	<u>\$3,319,574</u>	<u>\$1,353,233</u>	<u>\$2,700,707</u>	<u>\$3,741,301</u>	\$25,379,915
Credits Expired	0	0	0	0	0	0
Qualified Investment	\$572,125,867	\$73,667,784	\$82,975,862	\$12,461,190	\$4,542,500	\$745,773,203
Direct Sales/Use Tax Refunds on Investment	\$16,408,800	\$1,277,362	\$1,627,015	\$1,969,225	\$265,513	\$21,547,915
New Jobs of Qualifying Companies	1,905	(4)	(61)	(6)	73	1,907
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$5,524,746	\$2,160,412	\$1,217,568	\$963,641	N/A

* For detail by year see previous Annual Reports.

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

Table 26

Summary of Benefits by Year (Companies Verified as Qualifying in 1999)

	1999-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	20	20	20	11**	
Investment Credits	\$28,691,219	\$11,146,419	\$3,438,556	\$2,300,043	\$ 945,874	\$46,522,111
New Jobs Credits	8,686,077	3,464,230	3,408,249	3,554,343	2,005,115	21,118,014
Total Credits Earned	<u>\$37,377,296</u>	<u>\$14,610,649</u>	<u>\$6,846,805</u>	<u>\$5,854,386</u>	<u>\$2,950,989</u>	\$67,640,125
Credits Used						
Income Tax	\$10,324,343	\$2,749,371	\$3,686,724	\$4,805,847	\$3,216,824	\$24,783,109
Sales/Use Tax Refunds	3,328,147	899,177	2,352,962	3,280,195	1,363,981	11,224,462
Total Credits Used	<u>\$13,652,490</u>	<u>\$3,648,548</u>	<u>\$6,039,686</u>	<u>\$8,086,042</u>	<u>\$4,580,805</u>	\$36,007,571
Credits Expired	0	0	0	0	0	0
Qualified Investment	\$409,915,900	\$111,550,972	\$2,762,686	\$18,224,592	\$12,552,182	\$555,006,332
Direct Sales/Use Tax Refunds on Investment	\$11,779,466	\$1,980,076	\$2,476,087	\$2,055,858	\$1,060,630	\$19,352,117
New Jobs of Qualifying Companies	2,456	(171)	(404)	52	48	1,981
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$1,225,309	\$2,085,628	\$1,358,670	\$1,846,230	N/A

* For detail by year see previous Annual Reports.

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

Table 27

Summary of Benefits by Year (Companies Verified as Qualifying in 2000)

	2000-2001*	2002	2003	2004	2005	Total
Number of Companies Reporting	N/A	12	13	12	13**	
Investment Credits	\$78,394,944	\$15,807,452	\$20,842,830	\$13,770,398	\$ 9,659,202	\$138,474,826
New Jobs Credits	4,128,236	1,806,868	3,680,376	2,922,003	3,463,076	16,000,559
Total Credits Earned	<u>\$82,523,180</u>	<u>\$17,614,320</u>	<u>\$24,523,206</u>	<u>\$16,692,401</u>	<u>\$13,122,278</u>	\$154,475,385
Credits Used						
Income Tax	\$3,610,387	\$4,773,873	\$2,171,578	\$ 517,036	\$2,741,334	\$13,814,208
Sales/Use Tax Refunds	358,044	1,993,938	2,454,055	2,612,931	1,695,603	9,114,571
Total Credits Used	<u>\$3,968,431</u>	<u>\$6,767,811</u>	<u>\$4,625,633</u>	<u>\$3,129,967</u>	<u>\$4,436,937</u>	\$22,928,779
Credits Expired	0	0	0	0	\$1,299,099	\$1,299,099
Qualified Investment	\$831,188,576	\$173,479,042	\$207,110,623	\$146,784,342	\$100,092,686	\$1,458,655,269
Direct Sales/Use Tax Refunds on Investment	\$17,158,739	\$2,826,685	\$9,819,190	\$1,668,775	\$3,837,918	\$35,311,307
New Jobs of Qualifying Companies	1,203	87	214	412	(201)	1,715
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$6,032,435	\$3,145,788	\$2,989,818	\$3,069,743	N/A

* For detail by year see previous Annual Reports.

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

Table 28

**Summary of Benefits by Year
(Companies Verified as Qualifying in 2001)**

	2001	2002	2003	2004	2005	Total
Number of Companies Reporting	16	6	12	14	12*	
Investment Credits	\$17,323,696	\$3,100,980	\$3,781,509	\$3,328,043	\$1,855,057	\$29,389,285
New Jobs Credits	2,294,786	782,348	2,057,378	1,999,771	1,393,126	8,527,409
Total Credits Earned	<u>\$19,618,482</u>	<u>\$3,883,328</u>	<u>\$5,838,887</u>	<u>\$5,327,814</u>	<u>\$3,248,183</u>	<u>\$37,916,694</u>
Credits Used						
Income Tax	\$1,077,604	\$5,180,996	\$2,421,865	\$2,562,261	\$4,739,727	\$15,982,453
Sales/Use Tax Refunds	103,594	417,902	1,595,498	1,171,928	1,104,255	4,393,177
Total Credits Used	<u>\$1,181,198</u>	<u>\$5,598,898</u>	<u>\$4,017,363</u>	<u>\$3,734,189</u>	<u>\$5,843,982</u>	<u>\$20,375,630</u>
Credits Expired	0	0	0	0	0	0
Qualified Investment	\$173,236,960	\$31,009,800	\$37,815,090	\$33,280,430	\$18,550,570	\$293,892,850
Direct Sales/Use Tax Refunds on Investment	\$121,883	\$2,680,363	\$2,616,342	\$837,461	\$2,527,840	\$8,783,889
New Jobs of Qualifying Companies	1,334	200	63	86	(55)	1,628
Pending Sales/Use Tax Refunds as of 12/31	\$147,355	\$1,572,286	\$740,215	\$2,200,589	\$1,027,721	N/A

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

Table 29

**Summary of Benefits by Year
(Companies Verified as Qualifying in 2002)**

	2002	2003	2004	2005	Total
Number of Companies Reporting	18	8	15	11 *	
Investment Credits	\$21,999,971	\$2,037,994	\$2,527,465	\$6,571,561	\$33,136,991
New Jobs Credits	4,164,393	1,321,232	2,686,489	3,275,856	11,447,970
Total Credits Earned	<u>\$26,164,364</u>	<u>\$3,359,226</u>	<u>\$5,213,954</u>	<u>\$9,847,417</u>	<u>\$44,584,961</u>
Credits Used					
Income Tax	\$743,502	\$382,547	\$3,175,658	\$1,697,254	\$5,998,961
Sales/Use Tax Refunds	6,156	467,714	2,045,281	1,567,224	4,086,375
Total Credits Used	<u>\$749,658</u>	<u>\$850,261</u>	<u>\$5,220,939</u>	<u>\$3,264,478</u>	<u>\$10,085,336</u>
Credits Expired	0	0	0	0	0
Qualified Investment	\$219,999,710	\$20,379,940	\$25,274,650	\$65,715,610	\$331,369,910
Direct Sales/Use Tax Refunds on Investment	\$7,341	\$2,418,973	\$2,853,339	\$716,809	\$5,996,462
New Jobs of Qualifying Companies	1,595	37	(202)	396	1,826
Pending Sales/Use Tax Refunds as of 12/31	\$1,075,304	\$2,123,691	\$780,739	\$727,414	N/A

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

Table 30

**Summary of Benefits by Year
(Companies Verified as Qualifying in 2003)**

	2003	2004	2005	Total
Number of Companies Reporting	14	10	14*	
Investment Credits	\$33,768,898	\$3,855,389	\$(24,452,653)**	\$13,171,634
New Jobs Credits	2,376,097	1,449,899	2,342,595 **	6,168,591
Total Credits Earned	<u>\$36,144,995</u>	<u>\$5,305,288</u>	<u>\$(22,110,058)**</u>	<u>\$19,340,225</u>
Credits Used				
Income Tax	0	\$ 992,437	\$ 646,454	\$1,638,891
Sales/Use Tax Refunds	0	327,327	3,499,772	3,827,099
Total Credits Used	<u>0</u>	<u>\$1,319,764</u>	<u>\$4,146,226</u>	<u>\$5,465,990</u>
Credits Expired	0	0	0	0
Qualified Investment	\$413,329,776	\$149,958,870	\$(211,787,358)**	\$351,501,288
Direct Sales/Use Tax Refunds on Investment	\$6,635,855	\$8,590,815	\$(3,465,328)**	\$11,761,342
New Jobs of Qualifying Companies	724	115	174	1,013
Pending Sales/Use Tax Refunds as of 12/31	\$3,760,283	\$1,335,569	\$1,960,765	N/A

* One company withdrew a project previously qualified in 2003.

** Taxpayer amendments and audit adjustments to previous credits allowed or benefits received may still be reflected in current year credits earned.

Table 31

**Summary of Benefits by Year
(Companies Verified as Qualifying in 2004)**

	2003	2004	Total
Number of Companies Reporting	17	10	
Investment Credits	\$19,258,304	\$11,740,876	\$30,999,180
New Jobs Credits	4,161,907	11,470,767	15,632,674
Total Credits Earned	<u>\$23,420,211</u>	<u>\$23,211,643</u>	<u>\$46,631,854</u>
Credits Used			
Income Tax	\$61,859	\$756,675	\$ 818,534
Sales/Use Tax Refunds	0	193,904	193,904
Total Credits Used	<u>\$61,859</u>	<u>\$950,579</u>	<u>\$1,012,438</u>
Credits Expired	0	0	0
Qualified Investment	\$192,583,040	\$117,408,760	\$309,991,800
Direct Sales/Use Tax Refunds on Investment	\$173,497	\$2,703,402	\$2,876,899
New Jobs of Qualifying Companies	2,305	1,744	4,049
Pending Sales/Use Tax Refunds as of 12/31	\$48,956	\$7,170,583	\$7,219,539

Table 32

**Summary of Benefits by Year
(Companies Verified as Qualifying in 2005)**

	2005	Total
Number of Companies Reporting	11	
Investment Credits	\$36,988,513	\$36,988,513
New Jobs Credits	<u>2,749,913</u>	<u>2,749,913</u>
Total Credits Earned	\$39,738,426	\$39,738,426
Credits Used		
Income Tax	\$77,515	\$77,515
Sales/Use Tax Refunds	<u>0</u>	<u>0</u>
Total Credits Used	\$77,515	\$77,515
Credits Expired	0	0
Qualified Investment	\$418,898,061	\$418,898,061
Direct Sales/Use Tax Refunds on Investment	\$1,463,357	\$1,463,357
New Jobs of Qualifying Companies	783	783
Pending Sales/Use Tax Refunds as of 12/31	\$7,439,849	\$7,439,849

Projected Revenue Gains and (Losses) of LB 775, LB 829 as amended, and LB 620 for Tax Years 1987-2007 Projects by Fiscal Years*

The estimates are based on a sample of 100 agreements and actual results of 369 qualified projects, including 111 completed projects, from 1987 through 2005. 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 2007 with a 95 percent success rate. There are still 158 pending applications as of 12/31/2005 and it is estimated that approximately 100 of these will result in signed agreements.

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 LB 775, LB 829 as amended, and LB 620) is based on the company provided description of the project. Over the life of the 775 program, the model estimates that, on average, 30 percent of the jobs created are true new economic jobs.

The 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 2005 indicates that the usage of credits against sales and use taxes paid averages 50.0 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.

	AVERAGE PER PROJECT**			
Year	# of Agreements Signed	\$ Million of Investment	Number of Employees	Salary Level
2006	60	56.1	142	38,270
2007	40	35.3	91	39,067

* 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.)

**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).

**PROJECTED REVENUE GAINS OR (LOSSES) OF LB 775, LB 829 AS AMENDED, AND LB 620
FOR TAX YEARS 1987-2007 BY FISCAL YEAR**

Fiscal Year		05/06	06/07	07/08	08/09	09/10	10/11
SUMMARY	Expansion: Sales and Use	90,958,231	98,451,868	88,437,122	87,016,599	80,987,737	80,760,456
	Corporate	9,464,821	10,124,256	10,464,147	9,606,257	9,325,688	8,826,358
	Individual	40,169,221	43,430,450	39,560,508	38,649,142	36,125,370	35,834,726
	Sales and Use Tax Refunds TPP	42,108,938	39,422,247	39,790,789	38,184,603	35,097,249	30,654,685
	Sales Only Formula	0	0	0	0	0	0
	Credits and Wage Benefit Credit Used	99,445,119	103,714,883	106,614,544	107,948,410	106,545,747	101,440,577
	Corp. or Individ. & Wage Benefit Credit	52,705,913	54,968,888	56,505,709	57,212,657	61,796,533	58,835,535
	Sales and Use	46,739,206	48,745,995	50,108,836	50,735,753	44,749,214	42,605,042
	Credits Expired	10,196,614	7,885,895	7,022,481	6,828,608	5,744,840	5,783,103
	Gain or (Loss)	(961,785)	8,869,443	(7,943,556)	(10,861,014)	(15,204,201)	(6,673,721)
	Cumulative	(350,622,515)	(341,753,072)	(349,696,628)	(360,557,642)	(375,761,843)	(382,435,564)
	Sales Tax Refunds (TPP+Credits Used)	88,848,144	88,168,242	89,899,624	88,920,356	79,846,463	73,259,727
Fiscal Year		11/12	12/13	13/14	14/15	15/16	16/17
SUMMARY	Expansion: Sales and Use	76,176,947	70,940,410	67,758,788	63,847,934	55,232,914	55,255,179
	Corporate	8,682,798	8,165,114	7,650,042	7,283,171	6,728,392	6,024,331
	Individual	33,943,898	31,642,210	30,163,532	28,452,442	24,784,522	24,511,804
	Sales and Use Tax Refunds TPP	24,869,993	18,337,837	12,585,855	8,451,065	5,369,840	2,934,566
	Sales Only Formula	0	0	0	0	0	0
	Credits and Wage Benefit Credit Used	93,575,259	83,636,483	72,070,217	60,461,391	49,637,547	40,300,665
	Corp. or Individ. & Wage Benefit Credit	51,466,393	46,000,066	39,638,619	35,067,607	28,789,777	23,374,386
	Sales and Use	42,108,867	37,636,417	32,431,597	25,393,784	20,847,770	16,926,279
	Credits Expired	6,339,901	6,808,324	6,982,844	6,833,457	6,544,963	7,190,812
	Gain or (Loss)	358,391	8,773,413	20,916,290	30,671,090	31,738,440	42,556,082
	Cumulative	(382,077,173)	(373,303,760)	(352,387,469)	(321,716,379)	(289,977,939)	(247,421,857)
	Sales Tax Refunds (TPP+Credits Used)	66,978,859	55,974,255	45,017,452	33,844,849	26,217,610	19,860,845
Fiscal Year		17/18	18/19	19/20	20/21	21/22	
SUMMARY	Expansion: Sales and Use	51,103,034	47,082,717	43,194,475	39,732,803	31,844,732	
	Corporate	5,912,943	5,463,703	5,028,847	4,616,424	4,118,206	
	Individual	22,806,391	21,018,568	19,289,329	17,739,691	14,385,176	
	Sales and Use Tax Refunds TPP	1,405,386	750,485	448,654	241,103	130,529	
	Sales Only Formula	0	0	0	0	0	
	Credits and Wage Benefit Credit Used	32,695,389	26,725,858	22,369,814	17,844,342	11,210,387	
	Corp. or Individ. & Wage Benefit Credit	18,963,326	15,500,997	12,974,492	10,349,718	6,502,024	
	Sales and Use	13,732,063	11,224,860	9,395,322	7,494,624	4,708,363	
	Credits Expired	9,882,668	11,851,518	12,379,811	12,790,717	12,833,738	
	Gain or (Loss)	45,721,593	46,088,646	44,694,183	44,003,473	39,007,199	
	Cumulative	(201,700,264)	(155,611,618)	(110,917,435)	(66,913,962)	(27,906,763)	
	Sales Tax Refunds (TPP+Credits Used)	15,137,449	11,975,346	9,843,976	7,735,727	4,838,891	

NOTE: Rounding differences may cause slight variations.

Table 33 Estimate of Personal Property Valuation Exempted Under LB 775 By Class In Each County (Tax Year 2005)

The following tables show the value of personal property exempted for 2005 and cumulative for tax years 1988-2005. 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:

- Turbine-powered aircraft used in connection with the project.

The Department of Revenue conducts field reviews to verify that the companies have met the minimum of \$10 million investment and 100 employees to qualify for property tax exemption on the following property used in connection with the project:

- 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.

County	Airplanes	Computer Equipment	Business Equipment	Total
Adams	\$ 0	\$ 0	\$ 48,016,621	\$ 48,016,621
Buffalo	0	145,048	0	145,048
Cheyenne	104,418	9,612,427	0	9,716,845
Colfax	0	0	15,971,055	15,971,055
Cuming	0	0	1,091,457	1,091,457
Dakota	0	0	20,982,455	20,982,455
Dixon	0	0	10,369,113	10,369,113
Dodge	0	0	8,708,254	8,708,254
Douglas	37,606,884	38,225,420	15,925,358	91,757,662
Hall	775,874	435,422	13,092,678	14,303,974
Knox	0	0	529,148	529,148
Lancaster.....	0	1,572,603	0	1,572,603
Lincoln	0	1,590,148	0	1,590,148
Madison.....	0	0	19,083,856	19,083,856
Otoe.....	0	0	7,984,321	7,984,321
Platte	0	0	46,741,574	46,741,574
Saline.....	0	0	7,774,693	7,774,693
Sarpy	0	3,726,557	0	3,726,557
Washington.....	0	0	140,943,060	140,943,060
Wayne.....	0	0	43,764	43,764
Total	\$38,487,176	\$55,307,625	\$357,257,407	\$451,052,208

Table 34 Estimate of Personal Property Valuation Exempted Under LB 775 By Class In Each County (Cumulative for Tax Years 1988-2005)

County	Airplanes	Computer Equipment	Business Equipment	Total
Adams	\$ 0	\$ 0	\$ 411,518,602	\$ 363,501,981
Box Butte	0	102,472	0	102,472
Buffalo	0	6,116,334	67,563	6,038,849
Butler	0	41,145	0	41,145
Cheyenne	11,095,943	44,364,723	0	45,743,821
Colfax	0	0	189,071,465	173,100,410
Cuming	0	0	14,796,173	13,704,716
Custer	0	663,100	10,194	673,294
Dakota	0	0	339,918,980	318,936,525
Dawes.....	0	171,909	0	171,909
Dawson.....	0	0	232,425,195	232,425,195
Dixon	0	504,272	152,415,149	142,550,308
Dodge	0	258,633	78,017,777	69,568,156
Douglas	439,686,681	2,014,345,858	669,310,041	3,031,584,918
Gage.....	0	62,719	1,344,011	1,406,730
Hall	6,266,267	3,072,670	99,375,872	94,410,835
Knox	0	0	68,380,346	67,851,198
Lancaster.....	32,400,365	80,541,429	242,968	111,612,159
Lincoln	0	4,115,028	48,451	2,573,331
Madison.....	0	6,943	183,171,325	164,094,412
Otoe.....	0	0	60,566,054	52,581,733
Phelps.....	0	1,539,181	0	1,539,181
Platte	0	9,052,197	1,141,132,399	1,103,443,022
Red Willow.....	0	0	37,941	37,941
Saline.....	0	6,499,890	240,563,663	239,288,860
Sarpy	7,911,346	68,602,621	46,706,114	119,493,524
Scottsbluff.....	0	345,383	0	345,383
Seward	0	141,359	0	141,359
Washington.....	0	340,809	1,383,610,512	1,243,008,261
Wayne.....	0	117,223	84,087	157,546
York.....	0	366,371	0	366,371
*Central.....	76,497,583	0	0	76,497,583
Total	\$573,858,185	\$2,241,372,269	\$5,312,814,882	\$8,128,045,336

* 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 by LB 1368)



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 2005

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 company is to expend at least the value of the wage benefit credit for company training programs, employee benefit programs, educational institution training programs or workplace safety programs.

There are five active agreements signed under LB 829. The agreement specifies whether the company has elected to use the credit against the company's income tax or has elected to retain a portion of the Nebraska individual income tax withholding as designated by the employees.

Wage benefit credits were allowed for 1997 through 2005, however due to confidentiality no information is reported.

No new LB829 applications could be filed after February 1, 2000 without further authorization of the Legislature.

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. First Data Corporation	\$60M + 2000 emp	Omaha

Agreements Signed in 1998 That are Still in Effect

Company Name	Project Type	Project Location
1. Caterpillar Claas America LLC	\$60M + 500 emp	Omaha Metro
2. Nebraska Beef, Ltd.	\$69M + 936 emp	Omaha

Agreements Signed in 2000 That are Still in Effect

Company Name	Project Type	Project Location
1. Becton Dickinson and Company	\$146M + 287 emp	Columbus, Broken Bow, and Holdrege

LB 1124, LB 270, as amended Qualified Activity Reported in 2005

A separate application process is not required for this incentive program. The number of credits earned, jobs created, and investment made is reported by the filing a Nebraska Employment and Investment Credit Computation, Form 3800N, with a tax return. In order to earn credits, a company must be in a qualifying business and within the taxable year have an increase of \$75,000 in qualifying investment and two new full-time equivalent employees. For five years after the initial year of qualification, the business may receive additional credits for new employees without any additional investment.

This report includes 1992 through 2004 tax returns processed during 2005. A total of 1,376 separate businesses have filed for benefits under LB 1124 through 2005.

In 2005, the department approved 163 returns from businesses, 62 of which reported new investment made and/or employees hired for the year 2003 or earlier. These 62 returns reflected the following:

- Net new investment of \$39,955,192
- New full-time jobs of 553
- Credits of \$1,291,974, excluding the Enterprise Zone credits

Seventy-six returns processed in 2005 showed maintenance of past levels of employment and investment. If a taxpayer fails to maintain the required levels of investment and employment for at least two years after the year for which the credit was first allowed, part of the used and unused credits are subject to recapture. During the subsequent two years, the taxpayer must repay to the state one-third of the amount of the credit subject to recapture for each year that the taxpayer did not maintain the required levels. Twenty-five returns processed in 2005 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.

Legislative Change:

LB 608 was passed during the 2003 legislative session. LB 608 changed the provisions of the Employment Expansion and Investment Incentive Act, the Act. The provisions of the Act, as described at the top of this page, are effective for tax years before 2004. For tax years beginning on or after January 1, 2004, the provisions of LB 608 must be met in order to earn credits under the Act.

A company which created credits in tax years before 2004 may use these credits during its five year carryover period. The company must file to show maintenance of the required investment and employment levels for two years.

Business Activity Summary

	Processed 1988-2001 ^(a)	Processed In 2002	Processed In 2003	Processed In 2004	Processed In 2005	Total
Investment	\$1,389,637,007	\$100,975,657	\$68,186,725	\$93,793,170	\$39,955,192 ^(c)	\$1,692,547,751
Employees	26,543 ^(b)	1,085	784	559	553 ^(d)	29,524
Credits	54,015,152	\$2,938,500	\$2,032,000	\$2,022,370	\$1,291,974 ^(e)	\$62,299,996
LB 335 Credits	256,000	0	0	0	0	256,000
Enterprise Zone Credits	\$ 589,500	\$ 101,000	\$ 56,000	\$ 75,000	\$ 101,000	\$ 922,500
Total Credits	\$54,860,652	\$3,039,500	\$2,088,000	\$2,097,370	\$1,392,974	\$63,478,496
Credits Used:						
Income Tax	\$24,774,517	\$1,452,051	\$968,909	\$821,188	\$1,101,948	\$29,118,613
Sales Tax	17,596,839	887,454	1,418,172	819,289	995,834	21,717,588
Credits Recaptured:						
Income Tax	\$1,659,124	\$163,340	\$152,405	\$354,577	\$122,226	\$2,451,672
Sales Tax	305,916	0	0	3,510	0	309,426
Unused Credit Carryover Recaptured	\$2,280,985	\$119,052	\$71,081	\$169,476	\$126,713	\$2,767,307
Credits Expired	899,840	\$45,016	\$33,404	\$21,234	\$43,785	\$1,043,279

^(a) For detail by year see previous Annual Reports

^(b) LB886 which was passed in 1997 changed the definition of a new employee from a full-time employee to a full-time equivalent employee operative for tax years beginning on or after January 1, 1998. This employee number includes full-time employees for 1997 and earlier tax years and full-time equivalent employees for 1998 and later tax years.

^(c) 1992 returns	113,092	^(d) 1992 returns	12
1994 returns	632,467	1994 returns	14
1995 returns	(9,382)	1995 returns	12
1996 returns	(415,225)	1996 returns	11
1997 returns	791,229	1997 returns	20
1998 returns	1,330,386	1998 returns	34
1999 returns	5,932,752	1999 returns	28
2000 returns	1,876,902	2000 returns	72
2001 returns	4,314,038	2001 returns	40
2002 returns	7,182,129	2002 returns	97
2003 returns	18,206,804	2003 returns	213
	<u>39,955,192</u>		<u>553</u>

^(e) Credits earned are not a multiple of \$1,500 per employment credit and \$1,000 per investment credit due to an audit which recovered remaining carryforward credits.

1996–2003 Business Activity (Processed in 2005)

	Net New Investment	Jobs		Net New Investment	Jobs
1	6,875,872	7	32	211,160	14
2	4,020,304	8	33	200,413	2
3	3,317,690	6	34	194,422	2
4	2,419,569	3	35	169,477	4
5	2,017,973	5	36	168,068	6
6	1,907,546	2	37	163,788	4
7	1,872,165	44	38	140,645	18
8	1,305,092	11	39	137,239	9
9	943,299	9	40	134,212	9
10	906,493	58	41	130,711	2
11	893,480	20	42	126,233	2
12	723,733	8	43	121,454	5
13	641,493	2	44	113,092	12
14	632,467	14	45	107,323	3
15	596,338	2	46	104,165	32
16	545,171	19	47	102,870	22
17	521,856	10	48	97,590	3
18	436,733	6	49	95,213	2
19	409,414	7	50	84,003	32
20	404,259	14	51	80,860	2
21	391,090	4	52	0	14
22	343,157	8	53	0	10
23	322,625	2	54	0	7
24	307,258	5	55	0	6
25	299,596	2	56	0	6
26	289,077	4	57	0	5
27	285,077	16	58	0	4
28	266,230	4	59	0	3
29	256,539	7	60	0	3
30	232,018	6	61	0	2
31	230,976	6	62	0	2
				37,297,528	576
				2,657,664	(23)
				62	553
				39,955,192	Jobs
				Returns	

Enterprise Zone Act, LB 1124 as amended

Incentive credits earned under the Enterprise Zone Act are based on the provisions of LB1124 other than higher credit levels are allowed. 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 for tax years starting before January 1, 2001 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 2005, businesses within the enterprise zones qualified for new credits, on returns for earlier years, as stated below.

Omaha Enterprise Zone

Amount of investment:	\$409,414
Number of jobs:	28
Number of jobs held by residents:	12
Average wage on an hourly basis:	\$10.57
Average annual salary:	\$21,985
Credits:	\$101,000

Legislative Change:

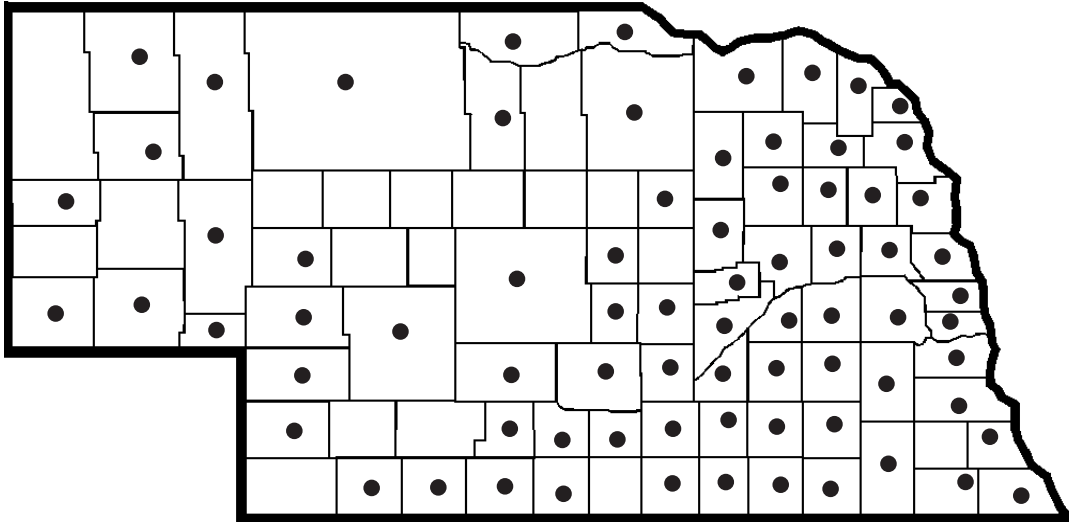
LB 608 was passed during the 2003 legislative session. LB 608 changed the provisions of the Employment Expansion and Investment Incentive Act, the Act. The provisions of the Act, as described at the top of this page, are effective for tax years before 2004. For tax years beginning on or after January 1, 2004, the provisions of LB 608 must be met in order to earn credits under the Act.

A company which created credits in tax years before 2004 may use these credits during its five year carryover period. The company must file to show maintenance of the required investment and employment levels for two years.

LB 1124

(as amended by LB 270, LB 335, and LB 725)

Location of Expansion



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

Invest Nebraska Act, LB 620, as amended



Neb. Rev. Stat. 77-5542 States:

Neb. Rev. Stat. 77-5542 states:

(1) 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.

(2) The report shall also state by industry group (a) the amount of wage benefit credits and investment tax credits allowed under the Invest Nebraska Act, (b) the number of direct jobs created at the projects, (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 projects.

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

Invest Nebraska Act, LB620 Qualified Activity Reported in 2005

The Invest Nebraska Act requires a separate application subject to approval by the Invest Nebraska Board. The members of the board are the Governor, the State Treasurer, and the chairperson on the Nebraska Investment Council. A qualifying business selects one of the following options in their application:

1. \$10 million investment and 25 new employees whose annual wage exceeds the Nebraska average annual wage. This option is only available for projects located outside of counties with 100,000 or more in population.
2. \$50 million investment and 500 new employees OR \$100M and 250 new employees. The new employees annual wage must exceed 110% of the Nebraska average annual wage.
3. \$200 million investment and 500 new employees whose annual wage exceeds 120% of the Nebraska average annual wage.

If the company reaches and maintains the selected level, they are eligible for benefits. An eligible company earns a wage benefit credit from 0 to 5 percent of the taxable wages paid to new employees earning more than the required wage level. A company selecting Option 3 may receive, in lieu of a wage benefit credit, an alternate investment tax credit equal to fifteen percent of the investment. The company is to expend at least the value of the wage benefit credit or alternate investment tax credit for company training programs, employee benefit programs, educational institution training programs or workplace safety programs.

The agreement specifies the option elected and the available benefits. The wage benefit credit and the alternate investment tax credit may be used for 100% of the income tax liability. The wage benefit credit may also be used to retain a portion of the Nebraska individual income tax withholding employer liability.

Thirteen applications have been approved by the Invest Nebraska Board and thirteen agreements signed under LB 620. There is one application pending which has not had a meeting with the Invest Nebraska Board.

No company has shown they met the required minimum levels of investment and employment to qualify for benefits. Therefore, no credits were allowed and no investment or new jobs are reported.

No new applications may be filed after June 1, 2005, without further authorization from the Legislature.

Agreements Signed in 2001 That are Still in Effect

Company Name	Project Type	Project Location
1. Union Pacific Railroad Company	\$200M + 500 emp	Omaha

Agreements Signed in 2003 That are Still in Effect

Company Name	Project Type	Project Location
1. American Meter Company, Inc.	\$33M + 80 emp	Nebraska City
2. Natura Manufacturing Inc.	\$10M + 25 emp	Fremont
3. Nordic Biofuels of Ravenna, LLC	\$95M + 100 emp	Ravenna
4. Wal-Mart Stores East, Inc.	\$10M + 25 emp	North Platte

Agreements Signed in 2004 That are Still in Effect

Company Name	Project Type	Project Location
1. Beef Products, Inc.	\$15M + 25 emp	South Sioux City
2. Degussa Corporation	\$75M + 30 emp	Blair
3. Platte Valley Fuel Ethanol, LLC	\$55M + 32 emp	Central City and Columbus
4. Trenton Agri Products, LLC	\$32M + 27 emp	Trenton

Agreements Signed in 2005 That are Still in Effect

Company Name	Project Type	Project Location
1. E Energy Adams, LLC	\$68M + 32 emp	Adams
2. NE Colorado Cellular, Inc.	\$11.5M + 32 emp	Grand Island, Hastings, Norfolk, North Platte, Scottsbluff, and other locations in western and central Nebraska
3. S W Energy, LLC	\$55M + 44 emp	McCook
4. Standard Iron, Inc.	\$10.6M + 31 emp	Grand Island

Employment Expansion and Investment Incentive Act, LB 608



Neb Rev. Stat. 77-27,195 states:

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.

Employment Expansion and Investment Incentive Act, LB 608 Qualifying Activity Reported in 2005

The Employment Expansion and Investment Incentive Act, as amended by LB 608, requires a qualifying business to file an application with the Nebraska Department of Revenue. The first applications under LB608 could be filed for tax years beginning on or after January 1, 2004. The application must contain a plan of expansion that includes a minimum of five (5) new full-time equivalent Nebraska employees who will be paid above the minimum required wage, and \$250,000 of net new investment. The expansion must occur in a county with a population of less than twenty-five thousand inhabitants or in an enterprise zone.

The application may be filed on or after the first day of the tax year and must request the total amount of desired benefits for additional investment and employment for the year the application is filed and the following tax year. There is a statutory limit on the total of benefits that may be approved for a year. The requested benefits are applied to the limit in the order in which the complete applications were filed.

If the company reaches and maintains the required levels of investment and employment, they are eligible for a \$3,000 credit for each new full-time equivalent Nebraska employee and a \$2,750 credit for each \$50,000 net gain in qualified investment.

Approved Application Activity

Year	Number of Applicants	Total Requested Benefits	Statutory Limit on Benefits
2004	12	\$713,000	\$2,500,000
2005	14	\$2,039,500	\$2,500,000

As of December 31, 2005, there have been no credits approved under LB608.