

ONE HUNDRED THIRD LEGISLATURE - SECOND SESSION - 2014
COMMITTEE STATEMENT
LB150

Hearing Date: Wednesday March 13, 2013

Committee On: Revenue

Introducer: Nordquist

One Liner: Change provisions relating to the sale of natural gas by metropolitan utilities districts and exempt certain purchases of energy and fuel from sales tax

Roll Call Vote - Final Committee Action:

Advanced to General File with amendment(s)

Vote Results:

Aye: 7 Senators Hadley, Hansen, Harr, McCoy, Pirsch, Schumacher, Sullivan

Nay:

Absent:

Present Not Voting: 1 Senator Janssen

Proponents:

Senator Jeremy Nordquist
Rick Kubat
Specer Richley
John Davis
Steve Phillips
Jill Becker
Marcus Meyer
Larry Johnson

Representing:

Introducer
Metropolitan Utilities District
Clean Energy
Happy Cab Companies
Werner Enterprises
Black Hills Energy
Hexagon Lincoln
NE Trucking Assoc. & UPS

Opponents:

Representing:

Neutral:

Representing:

Summary of purpose and/or changes:

The bill provides an exemption to the gross receipts or occupation tax paid by law in a metropolitan utilities district under Chapter 14, section 2138. The exemption is for natural gas sold as vehicular fuel.

The bill also exempts the purchase of natural gas compressed to make vehicular fuel from sales tax under Section 77-2704.13. This exemption currently applies to manufacturing use, power generation and hospital use under current law.

Explanation of amendments:

AM1711 Exempts from the calculation of the payment in lieu of taxes by MUD the gross receipts from the sale of compressed natural gas as a vehicle fuel. It creates energy equivalents for CNG and liquefied natural gas for purposes of taxation. Changes the effective date to January 1, 2015.

Galen Hadley, Chairperson