

One Hundred Seventh Legislature - First Session - 2021

Introducer's Statement of Intent

LB676

Chairperson: Senator Lou Ann Linehan

Committee: Revenue

Date of Hearing: March 04, 2021

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB676 was intended to be a placeholder regarding the taxation of “little cigars” as cigarettes. In 2019, the Department of Revenue issued a guidance document based on LB397 (2019) that determined certain "little cigars" would be taxed as cigarettes.

In February 2021, the Department added to this guidance document that certain little cigars that are actually taxed as cigars under federal law would be taxed as cigars under Nebraska law.

Principal Introducer: _____

Senator Lou Ann Linehan