

One Hundred Ninth Legislature - First Session - 2025

Introducer's Statement of Intent

LB699

Chairperson: Senator R. Brad von Gillern

Committee: Revenue

Date of Hearing: March 05, 2025

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

Legislative Bill 699 would clarify the tax treatment of building materials purchased by contractors who have elected to be taxed as consumers under Nebraska law. Specifically, the bill ensures that when such contractors have already paid sales or use tax on qualifying materials, they shall certify the amount paid to the taxpayer, who will then be eligible for a refund as if they had incurred the tax themselves.

Conversely, if these contractors have not paid sales or use tax, their purchases will be exempt from such taxes, aligning their tax status with that of the taxpayer. This bill aims to provide consistency and fairness in the taxation of building materials while reducing administrative burdens for contractors and taxpayers alike.

Principal Introducer: _____

Senator Paul Strommen