

this does. This would...this amendment exempts all personal property for one year and after one year put it back on as it is today. We keep the War...we keep the Warner amendment in it. There is no change to motor vehicles. That was the Hall amendment adopted on I believe it was yesterday. The depreciation surcharge would be 1.75, that would raise 40 million; reduce the sales tax collection fee 2 percent on the first thousand and 1 percent thereafter. This is a Revenue Committee amendment to LB 829 and this would raise \$7 million. The big part of this amendment is reinstating the sales tax on food with an income tax credit and it strikes the sales tax on energy to agriculture, business and industries. Let me explain the food sales tax and income credit details. The sales tax on food would go back on July 1, 1991. The income tax credit would be available next year when citizens file their income taxes for 1991. The food sales tax credit is \$41 per person. The tax credit would be half of the \$41 the first year because the sales tax would be on only a half a year. The sales tax on food will raise approximately \$90 million. The total...the total cost of the tax credit rebate is \$53.3 million. The amount left after the rebate is \$42.7 million to be left to make up for the loss on the personal property tax. The food sales tax credit is increased proportionately for subdivisions with a sales tax on top of the state sales tax. The state then withholds an equal amount to the increased credit from the local sales tax. This amendment that I'm offering raises approximately \$90 million. Twenty states now charge sales tax on food and with Nebraska that would be 21. The tax credit of \$41 per person, how did I come up with that? Well, I figured what a person would spend for food each year and take, for instance, a family of four, this would be \$164 credit. This would mean a total food purchase of approximately \$3,300 a year. I have a provision in there to exempt food from city sales tax so cities would not receive a windfall like, I believe, Omaha and Lincoln has 1.5 percent sales tax, that would be...they would receive a credit for that. Sales tax on food would start July 1, 1991 and this amendment has the emergency clause on. And if a person doesn't have to pay state income tax, he would still file the income tax form and receive a check. And this...I'm offering this because this is just one more plan to take the place of an energy tax. With the depreciation surcharge at 1.75, farmers, business me and industries would be paying this. But by putting sales tax on the energy, I feel the same entities would receive a double whammy. I feel that they would be picking up more than their proportioned share of the \$90 million. Also, the retail