

that I work, for example, you know, I'm a lowly clerk in their law department and what they do is anytime there is an issue anywhere outside even the confines of Omaha, we get local counsel just because it makes good sense and those services would have to be paid. Those sales taxes would have to be paid on those attorney fees, for example.

SENATOR MORRISSEY: Okay, and this is a question I think Senator Crosby answered and I didn't catch it all because I quit listening to her when she said we love Senator Moore and we respected you, but the newspapers....

SENATOR HALL: I don't blame you for that.

SENATOR MORRISSEY: The newspapers, now this is the tax on it that we talked about earlier that...

SENATOR HALL: No, no, it is not a sales tax on newspapers. In terms of publishing what we're talking about is, publishing is defined more in the area of books, cookbooks, textbooks, corporate brochures, corporate annual reports would fall under the category of publishing as opposed to printing. This does not affect the sales tax issue on newspaper.

SENATOR MORRISSEY: Okay. Now what about, Senator Landis talked about the corporate income taxes being mushy, bad one-year temporary solution. Would you respond to that?

SENATOR HALL: The issue there is one of the corporate income tax being one that does not flow through as quick as you would like. My reason for opposing Senator Dierks' proposal was that fully one-half of the funding mechanism was in corporate income tax which could be delayed for a year at a minimum in terms of before you ever received it with the filing of extensions which are totally legal and aboveboard and are done every day, but when we only, I guess, take about roughly one-tenth of the total amount in that area, move to make the corporate income tax in Nebraska a little more progressive which I believe it needs to be anyway, I think that it's a very good approach in that regard and it is very progressive.

SENATOR MORRISSEY: Okay.

SPEAKER BAACK: One minute.