

any sales tax that that company paid for that vehicle?

SENATOR ELMER: Negative, none, no, none at all.

SENATOR CHAMBERS: And they pay the full value of the sales tax. They pay sales tax on the full value of that new vehicle which they're purchasing?

SENATOR ELMER: If it's within the...depending on what state it might be in.

SENATOR CHAMBERS: In Nebraska.

SENATOR ELMER: Well, if the program exists in Nebraska and the car is licensed and registered in Nebraska, say, a Hertz Agency here in Lincoln, and it's licensed in Nebraska, that sales tax is paid in Nebraska.

SENATOR CHAMBERS: Thank you. Senator Janssen is going to help me a bit further. So, Madam President, I would like to address a question to Senator Janssen, if I may.

PRESIDENT ROBAK: Senator Janssen.

SENATOR JANSSEN: Yes.

SENATOR CHAMBERS: Senator Janssen, would you shed some light on the subject, please.

SENATOR JANSSEN: Yes, Senator Chambers, you're talking about sales tax. When dealers sell to each other there is no sales tax. You know, I...you understand, when one dealer is selling this car to another dealer...

SENATOR CHAMBERS: Uh-huh.

SENATOR JANSSEN: ...then there is no sales tax, only when, only when that dealer sells that car to Senator Dierks, Senator Dierks pays the sales tax on that vehicle, the value of what...whatever the price was that they agreed on. And most of the time these...well, not all the time, there are smaller cars too, but a lot of the larger cars are sold this way because they are discounted down because they have 10, 15, 20,000 miles on them, lot of good miles left in that vehicle but in order to buy one of these, say, a Lincoln Town Car, you get quite a reduction