

back here and Senator McKenzie's desk, but I think the special ed question has been debated very fully and I think there's some very good things in there and we'll look forward to Select. So I'd encourage all of you to vote for the advancement of LB 742. Thank you.

SENATOR WESELY: Thank you, Senator Robinson. Is there any further discussion on the motion to advance LB 742? If not, the Chair recognizes Senator McKenzie to close. Senator McKenzie waives closing. The motion is to advance LB 742. Those in favor vote aye, those opposed nay. Have you all voted on the motion to advance LB 742? Clerk, record.

CLERK: 28 ayes, 0 nays, Mr. President, on the advancement of 742.

SENATOR WESELY: LB 742 is advanced off General File. Next bill, LB 559, Mr. Clerk.

CLERK: Mr. President, 559 was introduced by Senator Warner at the request of the Governor. (Read title.) The bill was introduced on January 18 of this year, at that time referred to the Revenue Committee, advanced to General File. I have no amendments to the bill at this time, Mr. President.

SENATOR WESELY: The Chair recognizes Senator Warner to open on LB 559.

SENATOR WARNER: Mr. President, members of the Legislature, LB 559 is usually referred to as a bill that will phase out the throwout provision, the throwout rule for apportionment of income tax, estates of multibusiness states that is, operate in a variety of states. Those of you here in '87 will recall that prior to that time we used a three factor type formula for apportioning the tax, income tax of multistate businesses in which those three factors included sales, amount of property and amount of their payroll, but in '72 it was changed to sales only. One of the provisions of the act that was passed and was that we would subject a company to a Nebraska sales tax, excuse me, income tax on those sales that were made in other states in which there was no income tax paid by those companies in that other state. It might be for a variety of reasons that they did not, but in any event that was where the throwback word came from that that income was thrown back to Nebraska. The...two years ago I believe it was, initially Senator Abboud had