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income tax. Why? Because I earned my income in Oregon or Arizona. Doesn't get taxed in this state. It gets taxed in that state. Same thing here. Works for plumbers; ought to work for corporate directors. Because if you do your plumbing service in Kansas, then you pay Kansas income tax. Same thing here with corporate directors. Rules should be clear for everybody, but it seems that we have to make it explicit for corporate directors who have highly paid corporate lawyers to dispute these issues. Plumbers don't have that.

SENATOR CUDABACK: One minute.

SENATOR LANDIS: They just pay their taxes. I'd ask for the advancement of LB 355.

SENATOR CUDABACK: Thank you, Senator Landis. Senator Landis, now we are...your light is on. Did you wish to have it on?

SENATOR LANDIS: No.

SENATOR CUDABACK: Waives that opportunity to speak. Senator Raikes on LB 355.

SENATOR RAIKES: Thank you, Mr. President and members. Responding a little bit to what Senator Brashear had to say, it seems to me that if you look at this paragraph it's an effort to be sort of fair to corporate directors; to say that, look, if it's a Nebraska corporation, you're paid by that corporation to perform a fee, then you owe income tax on that, except if the meeting is outside of the state of Nebraska, well, you don't have to, you don't have to pay tax on that amount. Well, and then he correctly points out, I think, that, well, that, in a sense, leaves an incentive for corporations to have meetings outside the state. So, in a sense, trying to be fair with directors on only taxing the income that seems appropriate, gives them an incentive to move outside the state. Ironically, I think one of the changes you could make that would eliminate that would be on page 4, line 16. In the new language, it says "in this state, comma." Just put, "in this state, period," and strike the rest of the phrase or the sentence. And then it would say, "Some of the service as a corporate director is