



Ninety-Ninth Legislature - Second Session - 2006
Committee Statement
LB 1221

Hearing Date: March 2, 2006

Committee On: Revenue

Introducer(s): (Cornett)

Title: Exempt certain car washes from sales tax

Roll Call Vote – Final Committee Action:

Advanced to General File

Advanced to General File with Amendments

X Indefinitely Postponed

Vote Results:

8	Yes	Senators Baker, Connealy, Cornett, Janssen, Landis, Preister, Raikes and Redfield
0	No	
0	Present, not voting	
0	Absent	

Proponents:

Jessica Rathbun, Administrative Aide
Mike Kelley

Representing:

Senator Abbie Cornett, Introducer
Nebraskans for Change

Opponents:

Darcie Webster
Pat Westergard
Bill Brooks
Kirstin Smalley

Representing:

F & D Schram Inc.
Herself
Himself
Herself

Neutral:

None

Representing:

Summary of purpose and/or changes:

LB 1221 would have amended section 77-2701.16 (the definition of “gross receipts” which defines the sales tax base) to narrow the imposition of sales taxes on motor vehicle washing. Under LB 1221, motor vehicle washing would have excluded non-automatic, coin-operated car washes, beginning October 1, 2006. Section 3 harmonized section 77-2704.14, the exemption for coin-operated laundries.

Section 4 would have imposed a fee of \$850 per car wash stall for non-automatic, coin-operated car washes. The Department of Revenue was to levy and collect the tax and develop forms. The new fee was to be operative October 1, 2006 and deposited in the General Fund. The Department of Revenue could have adopted rules and regulations. Section 1 amended section 77-2701 to include the new car wash fee into the Revenue Act.

Explanation of amendments, if any:

Senator David Landis, Chairperson