

***Employment and Investment Growth Act,  
LB 775, as amended***

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**Neb. Rev. Stat. §77-4110 states:**

*77-4110. Annual report; contents. (1) The Tax Commissioner shall submit an annual report to the Legislature no later than March 15 of each year.*

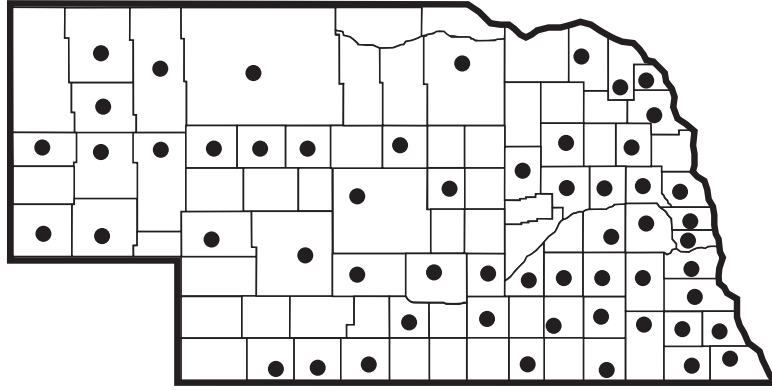
*(2) The report shall list (a) the agreements which have been signed during the previous calendar year, (b) the agreements which are still in effect, (c) the identity of each taxpayer, and (d) the location of each project.*

*(3) The report shall also state by industry group (a) the specific incentive options applied for under the Employment and Investment Growth Act, (b) the refunds allowed on the investment, (c) the credits earned, (d) the credits used to reduce the corporate income tax and the credits used to reduce the individual income tax, (e) the credits used to obtain sales and use tax refunds, (f) the number of jobs created, (g) the total number of employees employed in the state by the taxpayer on the last day of the calendar quarter prior to the application date and the total number of employees employed in the state by the taxpayer on subsequent reporting dates, (h) the expansion of capital investment, (i) the estimated wage levels of jobs created subsequent to the application date, (j) the total number of qualified applicants, (k) the projected future state revenue gains and losses, (l) the sales tax refunds owed to the applicants, (m) the credits outstanding, and (n) the value of personal property exempted by class in each county.*

*(4) No information shall be provided in the report that is protected by state or federal confidentiality laws.*

*(5) By December 1, 1990, the Department of Revenue shall prepare a report with the available information required in this section for all prior years the act has been in effect. Information required in this section that is not available to the department for the report due December 1, 1990, shall be provided in the next annual report.*

# LB 775 Activity Through 12/31/97



An entity has to file an application with the Nebraska Department of Revenue which describes their project and states the planned amount of investment and additional employment. The applications are reviewed and, if approved, the Nebraska Department of Revenue and the applicant enter into a formal agreement which is signed by both parties. An application or an agreement can be withdrawn by the entity. Also, an application or agreement may be deleted for failure to meet the required levels within the time allowed.

Analysis of Applications and Agreements				
	Applications Received	Active Projects	Planned Investment (billions)	Planned New Jobs
Signed Agreements				
Active	329	329	4.127	29,347
Withdrawn	29			
Deleted	30			
Subtotal-total signed	388			
Applications				
Pending as of 12/31/97	115	115	1.164	8,452
Withdrawn	25			
Deleted	21			
<b>Total</b>	<b>549</b>	<b>444</b>	<b>5.291</b>	<b>37,799</b>

To earn the benefits provided by LB 775, the investments must be made and the jobs created during the “attainment period,” which includes the year of the application and the succeeding six tax years. Two hundred and thirty-one companies have reached the minimum required levels and are qualified to receive credits and/or sales and use tax refunds.

**Table 1**  
**Analysis of Active Applications by Year of Application and, if Qualified, by Year Qualification Verified**

Application Year	Total Number of Active Applicants	Year Verified										
		1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	Total
1987	90	13	30	23	11	1	6	4	1	1		90
1988	30		2	10	6	3		2	3	2		28
1989	29			1	4	4	9	1	6	3		28
1990	22					4	2		4	4	1	15
1991	22					2	1	3	2	2		10
1992	28							3	4	2	3	12
1993	20								5	3	2	10
1994	41								6	4	7	17
1995	62									6	13	19
1996	54										2	2
1997	46											
<b>Total</b>	<b>444</b>	<b>13</b>	<b>32</b>	<b>34</b>	<b>21</b>	<b>14</b>	<b>18</b>	<b>13</b>	<b>31</b>	<b>27</b>	<b>28</b>	<b>231</b>

## Agreements Signed in 1997

Company Name	Project Level	Project Location
1 ACI Telecentrics, Inc.	\$3M + 30 emp	Chadron, Ogallala and other locations
2 Affiliated Food Stores	\$8.4M + 100 emp	Norfolk
3 Airlite Plastics Company	\$10M + 30 emp	Greater Omaha Metropolitan Area
4 Arnie's Bagelicious Bagels	\$3M + 30 emp	Nebraska City
5 Call Interactive	\$10M + 100 emp	Greater Omaha Metropolitan Area
6 Cassling Diagnostic Imaging	\$3M + 30 emp	Omaha
7 Central States of Omaha Companies	\$10M + 140 emp	Omaha
8 Cincinnati Bell	\$10.5M + 110 emp	Omaha
9 Commercial Federal Bank	\$10M + 100 emp	Omaha, Lincoln Metro areas and other locations
10 Cox Communications Omaha, Inc.	\$3M + 30 emp	Omaha
11 Distefano Tool & Die Company, Inc.	\$3.2M + 35 emp	Omaha
12 Dixie Carbonic, Inc.	\$3M + 30 emp	Gage County
13 Duncan Aviation	\$3M + 30 emp	Lincoln
14 Eaton Corporation	\$20M	Kearney
15 First Commerce Bancshares	\$12M + 115 emp	Lincoln, Grand Island, Columbus, Kearney, North Platte, and other locations
16 Frito Lay Inc.	\$25M + 30 emp	Central Nebraska
17 Geo A Hormel & Co.	\$20M + 100 emp	Fremont
18 High Plains Corporation	\$55.1M + 105 emp	York County
19 Hydraulic Components Inc.	\$3M + 30 emp	Hartington
20 IBP, Inc.	\$10M + 100 emp	Dakota City, West Point
21 IBP, Inc.	\$10M + 100 emp	Gibbon
22 Information Communication Enter. Inc.	\$10M + 100 emp	Waverly
23 International Spices, LTD	\$3M + 30 emp	Elkhorn
24 J&B Wholesale Distributing Inc.	\$5M + 45 emp	Greater Omaha Metropolitan Area
25 Kellogg Company	\$84M + 30 emp	Omaha
26 Lozier Corporation	\$17M + 110 emp	Omaha
27 Marshall Engines Inc.	\$3.1M + 300 emp	Kearney
28 Midwest Web Inc.	\$4.7M + 30 emp	Lincoln
29 Minnesota Mining & Mfg.	\$3M + 30 emp	Valley
30 Nebraska Litho Company	\$3.3M + 31 emp	Lincoln
31 Nedelco Inc. & Subsidiaries	4.85M + 147 emp	Aurora
32 Omaha Cellular Telephone Company	\$20M	Omaha
33 Orion Systems, LTD	\$10M + 135 emp	Omaha
34 Pacesetter Corporation	\$10M + 100 emp	Omaha, Grand Island and other Nebraska locations
35 Peed Corporation	\$5.5M + 50 emp	Lincoln and other locations
36 Premier Industries Inc.	\$3M + 30 emp	Mead
37 Quality Pork International, Inc.	\$10M + 100 emp	Omaha
38 Reliance Electric	\$3M + 30 emp	Columbus
39 Sandoz Pharmaceutical Corp.	\$10M + 100 emp	Lincoln
40 Security Mutual Life Insurance Co.	\$4.5M + 30 emp	Lincoln
41 Sprint Spectrum L.P.	\$35M + 150 emp	Statewide service Area
42 SpyroTech Corporation	\$5M + 60 emp	Lincoln
43 Streck Laboratories	\$10M + 100 emp	Omaha
44 U S West Inc.	\$20M	Statewide Service Area
45 U S West Inc.	\$3M + 30 emp	Omaha Area
46 Valmont Industries Inc.	\$10M + 100 emp	Valley
47 Walker Manufacturing Co.	\$3M + 30 emp	Seward, NE

## Agreements Signed in 1987 That are Still in Effect

Company Name	Project Level	Project Location
1 American Tool Companies Inc.	\$10M + 100 emp	In or around DeWitt and Lincoln
2 American Business Lists	\$7.5M + 215 emp	Greater Omaha Metropolitan Area
3 Applied Communications Inc.	\$10M + 100 emp	Greater Omaha Metropolitan Area
4 Bankers Life Ins. Co. of NE	\$13M + 250 emp	Lincoln
5 Burlington Northern	\$47M	Statewide
6 Central States Health & Life Co.	\$10M + 135 emp	Greater Omaha Metropolitan Area
7 ConAgra Inc.	\$10M + 100 emp	In or around metropolitan Omaha
8 Dale Electronics Inc.	\$18M + 244 emp	Columbus and Norfolk
9 Delicious Foods Co.	\$27M + 190 emp	Greater Grand Island Area
10 Dubuque Packing Co.	\$11M + 450 emp	Norfolk
11 Duncan Aviation Inc.	\$3M +30 emp	Lincoln
12 Epsen Hilmer Graphics	\$3-12M + 30 emp	Omaha
13 First Data Resources	\$10M + 100 emp	Douglas County
14 Foote & Davies/Lincoln	\$10M + 100 emp	Greater Lincoln Metropolitan Area
15 Goodyear Tire and Rubber Co.	\$50M + 100 emp	Lincoln
16 Greater Omaha Packing Co.	\$3M + 35 emp	Omaha
17 IBP Inc.	\$20M + 150 emp	Madison
18 IBP Inc.	\$10M + 100 emp	Dakota City and West Point
19 Lancer Label Inc.	\$11M + 155 emp	Omaha
20 Lincoln Telecommunications	\$63M	22 Counties in Southeast service area
21 Lozier Corporation	\$10.4M + 110 emp	Omaha
22 LRC Inc. and Subs	\$3M + 30 emp	Omaha, Lincoln, York, Crete, Norfolk
23 M P S Inc.	\$54.9M + 320 emp	Hall, Lancaster, Douglas, and Sarpy counties
24 Marianna Imports Inc.	\$3M + 30 emp	Greater Omaha Metropolitan Area
25 Neapco Inc.	\$6-\$10M + 30-50 emp	Beatrice
26 NEBCO Inc.	\$3M + 30 emp	Dodge, Lancaster, Douglas, Sarpy, Cass Otoe, & Saunders Counties
27 Nebraska/ DUPACO	\$12.5M + 130 emp	Greater Omaha Metropolitan Area
28 Northwestern Bell Telephone Co.	\$100M	Statewide Service Area
29 Northwestern Bell Telephone Co.	\$60M + 150 emp	Omaha area
30 Omaha Steaks International	\$17.5M + 179 emp	Metropolitan Omaha Area
31 Pacesetter Corporation	\$3M + 51 emp	Greater Omaha Metropolitan Area
32 Pegler-Sysco	\$4M + 167 emp	Omaha, Lincoln, and Grand Island
33 Peoples Natural Gas	\$10M + 130 emp	Omaha
34 Peter Kiewit Sons' Inc.	\$20M + 300 emp	Greater Omaha Metropolitan Area
35 Physicians Mutual Insurance	\$10-12M + 300 emp	Omaha
36 Square D Company	\$18M + 107 emp	Lincoln
37 Union Pacific Corp.	\$51.1M	State of Nebraska
38 United Parcel Service Inc.	\$16M + 300 emp	Douglas, Lancaster Counties, city of Kearney & other locations
39 ValCom Inc.	\$3M + 30 emp	Greater Omaha Metropolitan Area
40 Valmont Industries Inc.	\$10M + 100 emp	Valley
41 Werner Enterprises Inc.	\$11M + 190 emp	Douglas and Sarpy Counties
42 West Telemarketing Corp.	\$15M + 1000 emp	Greater Omaha Metropolitan Area

## Agreements Signed in 1988 That are Still in Effect

Company Name	Project Level	Project Location
1 Affiliated Foods Cooperative Inc.	\$6.7M + 67 emp	Norfolk
2 AirLite Plastics Company	\$10M + 30 emp	Greater Omaha Metropolitan Area
3 Alpo Petfoods Inc.	\$20M + 100 emp	Crete, Lincoln
4 American Freezer Services	\$5.75M + 61 emp	Norfolk
5 Automated Monitoring & Control Inc.	\$14.4M + 332 emp	Greater Omaha Metropolitan Area
6 Becton Dickinson	\$38M + 109 emp	Columbus, Broken Bow, and Holdrege
7 Blue Cross & Blue Shield	\$3M + 30 emp	Omaha, Lincoln, and other locations
8 Cook Family Foods of NE	\$11M + 190 emp	Lincoln
9 Cox Cable Omaha Inc.	\$7.3M + 30 emp	Greater Omaha Metropolitan Area
10 Dana Corporation	\$5.3M + 70 emp	Hastings
11 Dutton-Lainson Co.	\$4M + 51 emp	Hastings
12 Eaton Corporation	\$20M + 30 emp	Kearney
13 Farmers & Merchants	\$4M + 82 emp	Lincoln, Omaha, Milford, Wahoo, Columbus, Syracuse, Auburn, Beatrice, Pawnee City, Oxford, Taylor, Kearney, Rising City, and other locations
14 First National of Nebraska	\$15M + 300 emp	Greater Omaha Metropolitan Area
15 Grand Island Accessories Inc.	\$3M + 30 emp	Grand Island
16 Great Plains Packaging Group	\$4.6M + 35 emp	Hastings and Lincoln
17 Guarantee Mutual Life Co.	\$10M + 114 emp	Greater Metropolitan Omaha Area
18 Harris Technology Group Inc.	\$18M + 395 emp	Lancaster County
19 HW Mangelsens Inc.	\$3.5M + 33 emp	Greater Omaha Metropolitan Area
20 Iams Company	\$17.2M + 39 emp	Hamilton County
21 Int'l Galleries, Ltd.	\$10M + 525 emp	Lancaster, Sarpy, Douglas Counties
22 Kellogg Company	\$20M	Greater Omaha Metropolitan Area
23 Land and Sky Inc.	\$3M + 40 emp	Lincoln, Lancaster County, and other locations in the Southeast
24 Metromail	\$14M + 140 emp	Lancaster and Seward Counties
25 Metz Baking Co.	\$17M + 100 emp	Hastings, Omaha, South Sioux City, Beatrice, and Bellevue
26 Milton G. Waldbaum Company	\$17M + 106 emp	Wakefield
27 Minnesota Mining & Mfg. Co.	\$14.2M + 85 emp	Valley
28 Modern Equipment Co. Inc.	\$3.5M + 110 emp	Douglas County
29 Mutual of Omaha Ins. Co.	\$20M	Omaha
30 Nashua Corporation	\$4M + 42 emp	Douglas County
31 Norden Laboratories	\$30M + 100 emp	Lincoln
32 Nucor Corporation	\$3M + 30 emp	Norfolk
33 Oriental Trading Co. Inc.	\$11M + 150 emp	Greater Omaha Metropolitan Area
34 Peed Corporation	\$5.6M + 40 emp	In or around metropolitan Lincoln
35 Selection Research Inc.	\$10.2M + 179 emp	Lincoln
36 Sitel Corporation	\$4.95m + 100 emp	Greater Omaha Metropolitan Area
37 Streck Laboratories Inc.	\$3.7M + 61 emp	Greater Omaha Metropolitan Area
38 Sundstrand Corporation	\$4.2M + 110 emp	York
39 Swift-Eckrich Inc.	\$3M + 30 emp	Greater Omaha Metropolitan Area
40 TransTerra Company	\$4.4M + 48 emp	Metro Omaha
41 TV Transmission Inc.	\$30M + 40 emp	Lincoln, Lancaster County, Crete, Auburn, Nebraska City, Tecumseh, Table Rock, Pawnee City, Humboldt, Omaha, Fairbury, Superior, York, David City, Seward, Fremont, Dodge County, Inglewood, Douglas County, and other locations

<b>Company Name</b>	<b>Project Level</b>	<b>Project Location</b>
42 Union Pacific Railroad	\$55M + 400 emp	Greater Omaha Metropolitan Area
43 Union Pacific Railroad	\$3M + 30 emp	Greater Omaha Metropolitan Area
44 Universal Assurors	\$5.4M + 79 emp	Greater Omaha Metropolitan Area
45 Vickers Incorporated	\$28M + 300 emp	Greater Omaha Metropolitan Area
46 Walker Manufacturing Co.	\$4M + 45 emp	Seward
47 Wilkinson Manufacturing Co.	\$4.4M + 35 emp	Ft. Calhoun

### **Agreements Signed in 1989 That are Still in Effect**

<b>Company Name</b>	<b>Project Level</b>	<b>Project Location</b>
1 Abbott Bank	\$3.5M + 30 emp	Alliance, Merriman, Chadron, Gordon, Mullen, Thedford, Valentine, Cody, Bridgeport, Hemingford, and Hyannis
2 Appleton Electric Company	\$3M + 30 emp	Columbus
3 AT & T Technologies Inc.	\$129M	Omaha
4 AT & T Communications Inc.	\$114M	Omaha and other locations
5 Coleman Powermate Inc.	\$3M + 206 emp	Hastings and Kearney
6 ConAgra Inc.	\$12.7M + 30 emp	South Sioux City
7 DESCO Corp.	\$3M + 30 emp	Hastings and Oshkosh
8 Douglas & Lomason Co.	\$4.3M + 77 emp	Platte County and other locations
9 Ford New Holland Inc.	\$4.1M + 53 emp	Grand Island
10 IBP Inc.	\$77.5M + 1,200 emp	Lexington
11 Idelman Telemarketing Inc.	\$3.7M + 310 emp	Greater Omaha Metropolitan Area
12 J.A. Baldwin Mfg Co.	\$10M + 100 emp	Kearney
13 Lenco Company	\$10M + 100 emp	Lincoln, and Waverly
14 Omni Holding Company	\$3.8M + 34 emp	Omaha, Douglas and Sarpy Counties
15 Pamida Inc.	\$6M + 75 emp	Omaha
16 Principal Financial Group	\$6.2M + 100 emp	Grand Island
17 Radio Engineering Ind. Inc.	\$3.5M + 56 emp	Omaha
18 Sun Husker Foods Inc.	\$10M + 100 emp	Lincoln
19 Tri-Con Industries Inc.	\$9.7M + 85 emp	Lincoln
20 Utell International	\$10M + 100 emp	Omaha
21 Waste Technical Services, Inc.	\$35.8M + 40 emp	Kimball
22 WATS Marketing of America Inc.	\$10M + 100 emp	Omaha and other locations
23 Yasufuku USA Inc.	\$3.5M + 36 emp	Lincoln

## Agreements Signed in 1990 That are Still in Effect

Company Name	Project Level	Project Location
1 900 Services, Inc.	\$10M + 100 emp	Greater Omaha Metropolitan Area
2 Accent Service Company Inc.	\$3.2M + 30 emp	Omaha, Lincoln, Fremont and Norfolk
3 American Meter Company	\$3M + 30 emp	Nebraska City
4 American MicroTrace	\$3M + 30 emp	Fairbury
5 American Information Systems Inc.	\$3.25M + 32 emp	Greater Omaha Metropolitan Area
6 Brass Buckle Inc.	\$3M + 37 emp	Kearney
7 Brunswick Corporation	\$3M + 30 emp	Lancaster County
8 Call Interactive	\$10M + 100 emp	Greater Omaha Metropolitan Area
9 ConAgra Inc.	\$10M + 100 emp	Hastings
10 Cushman Inc.	\$3M + 30 emp	Lincoln
11 Data Transmission Network	\$3M + 31 emp	Douglas County
12 Deeter Foundry Inc.	\$3.4M + 32 emp	Lincoln
13 Dorsey Laboratories, Div. of Sandoz Pharmaceuticals Corp.	\$35M + 120 emp	Lancaster County
14 Eagle Plastics Inc.	\$3M + 30 emp	Hastings
15 Excel Corp.	\$11.3M + 100 emp	Schuyler
16 Exmark Manufacturing Co. Inc.	\$3.1M + 46 emp	Beatrice
17 Farmland Foods Inc.	\$13.7M + 110 emp	Crete
18 First Commerce Bancshares	\$12.2M + 100 emp	Lincoln, Grand Island, Columbus, Kearney, North Platte, and other locations
19 Ford Motor Credit Company	\$10.4M + 300 emp	Omaha
20 Fremont Beef Company	\$10M + 100 emp	Fremont
21 Goodyear Tire & Rubber	\$3M + 30 emp	Norfolk
22 Great West Casualty Co.	\$4.9M + 59 emp	South Sioux City
23 Hyatt Hotels Corporation	\$10M + 100 emp	Omaha
24 Imaging Services Corp.	\$3M + 30 emp	Omaha
25 Industrial Machine Spec. Inc.	\$3M + 30 emp	Lincoln
26 K-B Foods Inc.	\$3M + 30 emp	Douglas County
27 Kawasaki Motors Mfg Corp.	\$14.3M + 106 emp	Lincoln
28 Lester Electric	\$3M + 30 emp	Lancaster County & adjacent counties
29 Lincoln Benefit Life	\$3M + 140 emp	Lincoln
30 Lindsay Manufacturing Co.	\$3M + 30 emp	Lindsay
31 Lyman-Richey Corp.	\$3M + 30 emp	Omaha, Grand Island, McCook, Central & Western Nebraska
32 May Telemarketing Inc.	\$4.9M + 350 emp	Omaha and other locations
33 Mid-America Computer Corp.	\$11M + 133 emp	Blair
34 Midlands Packaging Corp.	\$3M + 30 emp	Lincoln
35 Millard Refrigeration Services	\$14.7M + 210 emp	Douglas and Sarpy Counties
36 Molex Inc.	\$4.6M + 43 emp	Lincoln
37 Nebraska Cellular Telephone	\$10M + 31 emp	Grand Island, Hastings, Kearney, York, North Platte, Lexington, Brady, Paxton, Ogallala, Seward, Norfolk, Columbus, Fremont, Sidney, Scottbluff, Beatrice, Ashland, O'Neill, Ord, and other locations
38 Nebraska Book Company	\$3M + 30 emp	Lincoln
39 Norfolk Iron & Metal Co.	\$3.7M + 35 emp	Norfolk & Scottsbluff
40 Precision Bearing Co.	\$10M + 110 emp	Omaha, Lincoln, Grand Island, Lexington, Norfolk, Columbus, and other locations
41 Refuse Resource Recov. Sys.	\$3M + 30 emp	Greater Omaha Metropolitan Area
42 Rotella's Italian Bakery Inc.	\$5.5M + 30 emp	Greater Omaha Metropolitan Area
43 T-L Irrigation Co.	\$3M + 30 emp	Hastings
44 Telenational Communications	\$3.3M + 223 emp	Omaha and other locations
45 William H. Harvey Company	\$3M + 35 emp	Greater Omaha Metropolitan Area
46 Wilson Concrete Co.	\$3M + 30 emp	La Platte
47 Wright Printing Company	\$4.4M + 60 emp	Omaha

## Agreements Signed in 1991 That are Still in Effect

Company Name	Project Level	Project Location
1 Bemis Company, Inc.	\$5.6M + 49 emp	Omaha
2 Chief Industries Inc.	\$10M + 100 emp	Hastings
3 Drake Williams Steel Inc.	\$3.7M + 30 emp	Omaha
4 Firstier Financial Services	\$7.5M + 30 emp	Lincoln, Omaha, Scottsbluff, & Norfolk
5 Insurance Consultants, Inc.	\$3M + 46 emp	Omaha and other Locations
6 JC Robinson Seed Co.	\$10M + 100 emp	Waterloo
7 Lincoln Machine Inc.	\$3M + 30 emp	Lancaster County
8 Linweld Inc.	\$3M + 30 emp	Lincoln, Hastings, Holdrege, Columbus, Omaha, Kearney, Waverly, Norfolk, Grand Island, Scottsbluff
9 Mallory USA Inc.	\$3M + 30 emp	South Sioux City
10 Minnesota Corn Processors	\$80M + 125 emp	Columbus
11 Monroe Auto Equipment	\$3M + 30 emp	Cozad
12 Senior Market Sales Inc.	\$3.5M + 30 emp	Omaha
13 Shade Pasta Inc.	\$12M + 100 emp	Fremont
14 Union Pacific Railroad	\$3M + 30 emp	Various Locations
15 Western Sugar Company	\$35.7M + 30 emp	Scottsbluff

## Agreements Signed in 1992 That are Still in Effect

Company Name	Project Level	Project Location
1 Baker's Supermarket	\$3M + 30 emp	Omaha
2 Bio Nebraska Inc.	\$10M + 100 emp	Lincoln
3 Brownie Mfg Company Inc.	\$3M + 35 emp	Waverly
4 California Energy Co. Inc.	\$3M + 30 emp	Omaha
5 Campbell Soup Company	\$10M + 100 emp	Omaha
6 Centurion International Inc.	\$3M + 30 emp	Lincoln
7 Design Plastics Inc.	\$3.15M + 30 emp	Omaha
8 M-C Industries Inc.	\$3M + 30 emp	Geneva
9 Nebraska Nutrients Inc.	\$10M + 100 emp	Sutherland
10 Paraclipse Inc.	\$3M + 30 emp	Columbus
11 PrestoLite Wire Corporation	\$10M + 100 emp	Sidney
12 Store Kraft Manufacturing Co.	\$3.25M + 42 emp	Beatrice
13 Team Spirit Inc.	\$3.75M + 35 emp	Omaha
14 Tekton Inc & Subsidiaries	\$3M + 30 emp	Pender



## Agreements Signed in 1993 That are Still in Effect

Company Name	Project Level	Project Location
1 Ag Processing Inc.	\$5M + 95 emp	Omaha
2 American Shizuki Corp	\$3.8M + 55 emp	Ogallala
3 Cargill Inc.	\$150M + 100 emp	Washington County
4 ConAgra Inc.	\$10.2M + 100 emp	Omaha
5 Flexcon Company, Inc.	\$22M + 200 emp	Columbus
6 Grapevine Systems Inc.	\$3M + 57 emp	Omaha
7 Henningsen Foods Inc.	\$4.5m + 30 emp	David City and other locations
8 Kelly Industries Inc.	\$3M + 30 emp	Fremont
9 Lincoln Plating Company	\$3.2M + 32 emp	Lincoln
10 Sapp Bros Truck Stops Inc.	\$5M + 30 emp	Statewide
11 FOFTI L.C.	\$10M + 100 emp	Greater Omaha
12 Tenaska Inc.	\$3.1M + 40 emp	Omaha
13 Transcript International, Ltd.	\$10M + 100 emp	Lincoln
14 Travel & Transport Inc.	\$3.9M + 170 emp	Omaha and other locations

## Agreements Signed in 1994 That are Still in Effect

Company Name	Project Level	Project Location
1 Auburn Consolidated Industries	\$3M + 35 emp	Auburn
2 Beef Products Inc.	\$15-30M + 100 emp	Dakota City and future locations
3 Excel Corporation	\$13M + 150 emp	Nebraska City
4 First Data Corporation	\$10M + 100 emp	Omaha
5 First National of Nebraska	\$10M + 100 emp	Omaha
6 Fleming Companies Inc.	\$3.4M + 35 emp	Lincoln
7 Greif Bros. Corporation	\$5M + 30 emp	Omaha
8 Information Technology Inc.	\$3M + 30 emp	Lincoln
9 JDD Inc. (Engineered Lumber Sys.)	\$3.2M + 55 emp	Lincoln
10 LAB Interlink Inc.	\$3M + 30 emp	Omaha
11 Lanter Company	\$4M + 34 emp	Omaha
12 Lincoln Steel Company	\$3M + 35 emp	Lincoln
13 MANN'S International Meat	\$3.3M + 59 emp	Omaha
14 Mutual of Omaha	\$20M	Omaha
15 Nebraska Beef Ltd.	\$10M + 100 emp	Omaha
16 Nebraska Furniture Mart	\$3M + 30 emp	Omaha
17 Nucor Corporation	\$20M	Norfolk
18 Sherwood Medical Company	\$3M + 30 emp	Norfolk

## Agreements Signed in 1995 That are Still in Effect

Company Name	Project Level	Project Location
1 ACCUMA Corporation	\$10M + 45 emp	Gage County
2 AGP Corn Processing	\$40M + 100 emp	Central Nebraska
3 American Business Information	\$10M + 190 emp	Omaha
4 American Laboratories, Inc.	\$3M + 30 emp	Omaha
5 American Tool Co. Inc.	\$10M + 100 emp	DeWitt and Lincoln areas
6 Behlen Mfg. Co.	\$6M + 165 emp	Columbus and Omaha
7 Blue Cross & Blue Shield	\$10M + 100 emp	Omaha, Lincoln and other locations
8 Cabela's Inc.	\$10M + 100 emp	Sidney & Kearney
9 ConAgra Inc.	\$10M + 100 emp	Omaha
10 Food Services of America	\$3M + 30 emp	Omaha
11 Hudson Foods Inc.	\$16M + 100 emp	Columbus
12 Lincoln Poultry and Egg Company	\$3M + 30 emp	Lincoln
13 MCI Telecommunications Corp.	\$245M + 100 emp	Omaha
14 MFS Communications Company, Inc.	\$10M + 100 emp	Omaha
15 Metromail Corporation	\$10M + 100 emp	Lancaster and Seward Counties
16 Neapco Inc.	\$5M + 50 emp	Beatrice
17 Nebraska Energy LLC	\$35M + 30 emp	Aurora
18 Oilgear Company	\$3M + 30 emp	Fremont
19 Prairie Systems	\$10M + 100 emp	Omaha
20 Scoular Company & Subsidiaries	\$10.5M + 100 emp	Omaha and other locations
21 TCG Omaha	\$20M + 30 emp	Omaha
22 Werner Enterprises	\$10M + 100 emp	Douglas and Sarpy Counties
23 Workpoint Systems Inc.	\$3.5M + 40 emp	Omaha

## Agreements Signed in 1996

Company Name	Project Level	Project Location
1 Acceptance Insurance Company	\$10M + 100 emp	Omaha
2 American Freezer	\$10M + 100 emp	Norfolk and Omaha
3 Archer Daniels Midland Company	\$20M	Lincoln
4 Automatic Equipment Manufacturing	\$3M + 30 emp	Pender
5 Burlington Northern	\$3M + 30 emp	Statewide
6 C.J. Foods	\$3M + 30 emp	Pawnee City
7 Cable Services Group, Inc.	\$14M + 105 emp	Omaha
8 Computer Cable Connection	\$3.55M + 60 emp	Bellevue
9 Consolidated Business Systems, Inc.	\$3.5M + 40 emp	Omaha
10 DAYCO Products, Inc.	\$13.6M + 71 emp	Alliance & McCook
11 Farmers & Merchants Investments Inc.	\$4.85M + 72 emp	Statewide
12 Gallup Organization	\$9M + 155 emp	Lincoln
13 Garner Industries	\$3M + 30 emp	Lincoln
14 Goodyear Tire & Rubber Company	\$3M + 30 emp	Lincoln
15 Greater Omaha Packing Co.	\$10M + 100 emp	Omaha
16 GreenStone Industries-Norfolk Parco	\$3M + 30 emp	Norfolk
17 IBP Inc.	\$10M + 100 emp	Madison
18 Iams Company	\$20.5M + 30 emp	Aurora
19 Inacom Corp.	\$10M + 100 emp	Greater Omaha Metropolitan Area
20 Lincoln Telecommunications	\$20M	Eastern Nebraska
21 Lincoln Telecommunications	\$3M + 30 emp	Eastern Nebraska
22 Morris Press & Office Supplies, Inc	\$3M + 30 emp	Lexington & Kearney
23 Omaha Steaks International	\$10M + 100 emp	Metropolitan Omaha Area
24 Oriental Trading Co. Inc.	\$16M + 600 emp	Omaha
25 Parker Hannifin Corp.	\$5M + 40 emp	Lincoln
26 Pennington Seed, Inc. of Nebraska	\$10M + 100 emp	Sidney
27 Peter Kiewit Sons Inc.	\$10M + 100 emp	Omaha
28 Phillips Manufacturing Company	\$3.5M + 30 emp	Omaha Area
29 Physicians Mutual Insurance	\$14M + 150 emp	Omaha
30 Pioneer Hi-Bred Int Inc.	\$3M + 30 emp	York
31 Regal Printing Company	\$4.1M + 51 emp	Omaha
32 Richman Gordman 1/2 Price Store	\$10M + 100 emp	Omaha
33 Senior Technologies Inc.	\$3M + 30 emp	Lincoln
34 Square D Company	\$20M	Lincoln
35 Tender Heart Treasures Ltd	\$10M + 100 emp	Omaha
36 Union Pacific Railroad Co.	\$3M + 30 emp	Statewide
37 Union Pacific Railroad Co.	\$3M + 30 emp	Greater Omaha Area
38 Vickers Incorporated	\$20M	Omaha
39 West Telemarketing Corp	\$10M + 100 emp	Omaha

## Summary of LB 775 Benefits Approved Through 12/31/97

Table 2 summarizes the credits earned and used and the direct sales/use tax refunds approved for qualified companies through December 31, 1997. Also included are the sales and use tax refunds pending approval at year end. Detail by type of agreement is provided in Table 3.

Detail by industry group is provided in Tables 4 through 8 and 10 through 14. Table 9 breaks down sales tax refunds between city and state tax. Tables 15 through 24 regroup the companies by year of qualification.

### Summary of LB 775 Benefits Approved

**Table 2**

The Department of Revenue has conducted field reviews of companies which filed reports with the department indicating they had to meet the minimum new jobs and investment levels to qualify for incentives. Table 1 shows the number of qualifying companies verified by field review. Based on these examinations, the department has approved:

	1988-93*	1994	1995	1996	1997	Total
Credits Earned						
Investment Credits	\$276,754,835	\$ 87,649,391	\$132,316,992	\$ 87,265,973	\$148,254,617	<b>\$ 732,241,808</b>
New Jobs Credits	114,382,275	45,139,488	43,203,871	40,387,977	39,729,028	<b>282,842,639</b>
Total	<u>\$391,137,110</u>	<u>\$132,788,879</u>	<u>\$175,520,863</u>	<u>\$127,653,950</u>	<u>\$187,983,645</u>	<b>\$1,015,084,447</b>
Credits Used						
Income Tax**	\$93,097,052	\$28,119,249	\$43,701,987	\$50,905,348	\$48,725,683	<b>\$264,549,319</b>
Sales/Use Tax Refunds	<u>\$58,484,775</u>	<u>\$25,576,429</u>	<u>\$32,432,343</u>	<u>\$35,547,699</u>	<u>\$40,400,815</u>	<b>\$192,442,061</b>
Total	<u>\$151,581,827</u>	<u>\$53,695,678</u>	<u>\$76,134,330</u>	<u>\$86,453,047</u>	<u>\$89,126,498</u>	<b>\$456,991,380</b>
Direct Sales/Use Tax Refunds on Investment	\$129,882,474	\$35,016,144	\$39,440,318	\$50,768,751	\$30,092,262	<b>\$285,199,949</b>
Recapture***						
Repaid	\$1,464,476	\$441,417	\$680,555	\$414,659	\$1,066,309	<b>\$4,067,416</b>
From Credits		0	564,176	739,988	424,278	<b>1,728,442</b>
Qualified Investment	\$4,214,388,789	\$1,132,445,384	\$1,498,911,442	\$976,199,731	\$1,773,427,614	<b>\$9,595,372,960</b>
New Jobs of Qualifying Companies	24,876	6,254	8,224	7,704	5,754	<b>52,812</b>
Sales/Use Tax Refunds Pending Approval at Year End		\$26,276,583	\$23,999,488	\$18,907,607	\$42,399,495	

\* For details by year see 1995 Annual Report

	1988-93	1994	1995	1996	1997	Total
** Corporate	76,880,646	22,087,541	36,689,563	36,416,262	41,854,411	213,928,423
Individual	16,216,406	6,031,708	7,012,424	14,489,086	6,871,272	50,620,896
<b>Total</b>	<b>93,097,052</b>	<b>28,119,249</b>	<b>43,701,987</b>	<b>50,905,348</b>	<b>48,725,683</b>	<b>264,549,319</b>

\*\*\* If a company fails to maintain either the minimum employment or investment required by its agreement, one seventh of the refunds and one-seventh of the credits used are recaptured and one-seventh of the credit carryover at the end of the entitlement period is recaptured for each year the company is below the required levels. Through December 31, 1997, eighteen companies were in recapture. \$2,973,406 in repayment due has been netted from approved refund claims, and \$1,094,009, plus interest, has been repaid in cash. Credit carryover for companies that have reached the end of the entitlement period has been reduced by \$1,728,442.

## Description of Application Options

**\$20M Investment.** Benefits include:

- Election to use “sales only” factor to apportion state taxable income, and
- Direct refund of all sales and use tax paid on purchases of qualified property at the project.

**\$3M investment and 30 employees.** In addition to the benefits listed above, a \$3M + 30 applicant is eligible for:

- Five percent tax credit on the amount the total compensation paid to employees who are either Nebraska employees or base-year employees exceeds the compensation attributed to base-year employees, and
- Ten percent tax credit on total investment in qualified property.

**\$10M investment and 100 employees.** In addition to the benefits listed above, a \$10M + 100 applicant is eligible for property tax exemption on:

- Turbine-powered aircraft,
- Mainframe business computers and peripheral components used at the project, and
- Equipment used directly in processing agricultural products.

Please note that a company applying under the \$10M + 100 employee option has a two-part agreement, one at the \$3M + 30 employee level and one at the \$10M + 100 employee level. The companies listed as having applied under the \$10M + 100 employee level may only have qualified under the \$3M + 30 employee portion of their agreement. The only additional benefits available under the \$10M + 100 employee portion of an agreement are the property tax benefits detailed in Tables 25 and 26.

Table 3 shows the total benefits approved for each type of agreement, as described above, through 1997.

Table 4 shows the types of companies that are included in each industry group. The industry groups are based on Standard Industrial Classification (SIC) codes. All industry groups include a minimum of three companies. The options under which companies within each industrial group have qualified are shown in the last column.

**Table 3**

**Analysis of Benefits Approved by Type of Agreement  
(Cumulative Through 1997)**

	<b>\$20 Million 0 Employees</b>	<b>\$3 Million 30 Employees</b>	<b>\$10 Million 100 Employees</b>	<b>Total</b>
Number of Companies	11	117	103	<b>231</b>
Credits Earned				
Investment Credits		\$252,125,190	\$480,116,618	<b>\$ 732,241,808</b>
New Jobs Credits		100,613,733	182,228,906	<b>282,842,639</b>
Total Credits Earned		<u>\$352,738,923</u>	<u>\$662,345,524</u>	<b><u>\$1,015,084,447</u></b>
Credits Used				
Income Tax		\$102,623,339	\$161,925,980	<b>\$264,549,319</b>
Sales/Use Tax Refunds		49,595,945	142,846,116	<b>192,442,061</b>
Total Credits Used		<u>\$152,219,284</u>	<u>\$304,772,096</u>	<b><u>\$456,991,380</u></b>
Direct Sales/Use Tax Refunds on Investment	\$65,509,630	\$70,036,644	\$149,653,673	<b>\$285,199,947</b>
Qualified Investment	\$2,273,766,597	\$2,521,251,623	\$4,800,354,740	<b>\$9,595,372,960</b>
New Jobs of Qualifying Companies		18,797	34,015	<b>52,812</b>
<b>Sales/Use Tax Refunds Pending Approval at Year End (12-31-97)</b>	<b>\$4,532,025</b>	<b>\$13,448,550</b>	<b>\$24,418,920</b>	<b>\$42,399,495</b>

# LB 775 Companies Whose Qualifications Have Been Approved As Of 12/31/97

**Table 4**

## Classification Into Industry Group by Standard Industrial Classification (SIC) and Option Under Which Applied

Division	SIC, Major Industry Group Titles	Option Under Which Applied
<b>Construction &amp; Manufacturing</b>	15, 16, 25, 26, 27 Construction, Furniture, Fixtures, Printing and Publishing 201 Meat Products 202-209 Other Food Products 28, 30, 32 Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products 33 Primary Metal Products 34, 37 Fabricated Metal Products, Transportation Equipment 35 Industrial and Commercial Machinery 36 Electronic and Other Electric Equipment 38, 39 Instruments and Related Products Miscellaneous Manufacturing	3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 20M 3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 20M 3M + 30 emp 10M + 100 emp
<b>Transportation &amp; Public Utilities</b>	40, 49 Railroads, Electric and Gas, and Sanitary Services 42 Trucking and Warehousing 48 Communications	3M + 30 emp 10M + 100 emp 20M 3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 20M
<b>Wholesale &amp; Retail Trade</b>	50, 51 Durable Goods and Non-durable Goods	3M + 30 emp 10M + 100 emp
<b>Finance, Insurance &amp; Real Estate</b>	60 Depository Institutions 61 Non-Depository Credit Institutions 62, 63 Insurance Carriers, Security, and Commodity Brokers	3M + 30 emp 10M + 100 emp 3M + 30 emp 10M + 100 emp 20M
<b>Services</b>	73, 76, 87, 89 Business Services, Miscellaneous Repair Services, Engineering and Management Services, and Miscellaneous Services	3M + 30 emp 10M + 100 emp

# LB 775 INDUSTRY GROUP DETAIL

## Analysis of Credits

Tables 5 and 6 show an analysis of credits earned and used in 1997 and cumulative through 1997 by industry group. Total credits earned consist of both investment and employment credits. Both types of credits go into a credit pool and can be used to offset corporate or individual income tax liability and to receive a refund of otherwise non-refundable sales or use tax paid on purchases at the project.

Credits distributed to either corporate or individual shareholders or partners totaled \$29,367,340 in 1988-1993, \$6,429,654 in 1994, \$12,629,458 in 1995, \$17,116,811 in 1996 and \$8,585,518 in 1997. Distributed credits may only be used to offset corporate or individual income tax liabilities.

**Table 5** **Analysis of Credits by Industry Group**  
**(1997 Only)**

Industry Group	Total Credits Earned	CREDITS USED		Credits Recaptured	Credit Balance
		Income Tax	Sales Tax		
Construction, Furniture, Fixtures, Printing and Publishing	\$ 6,009,003	\$ 2,535,435	\$ 2,504,217		\$ 969,351
Meat Products	16,685,412	3,094,127	2,197,608		11,393,677
Other Food Products	9,456,211	3,029,065	3,084,140		3,343,006
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	40,690,065	3,019,307	1,858,476		35,812,282
Primary Metal Products	2,155,398	1,633,943	771,676		(250,221)
Fabricated Metal Products	2,357,544	1,031,651	971,450	165,324	189,119
Industrial and Commercial Machinery, Transportation Equipment	2,454,058	535,157	1,697,893		221,008
Electronic and Other Electric Equipment	2,781,398	950,353	890,782		940,263
Instruments and Related Products, Miscellaneous Manufacturing	2,171,821	680,416	1,878,624		(387,219)
Railroads, Electric and Gas Services, and Sanitary Services	35,681,881	9,799,173	6,283,424		19,599,284
Trucking and Warehousing	2,700,524	983,960	0		1,716,564
Communications	18,017,913	5,624,188	0		12,393,725
Durable Goods and Non-durable Goods	5,882,864	1,992,927	1,038,618	258,954	2,592,365
Depository Institutions and Non-depository Credit Institutions	4,547,410	2,533,776	951,063		1,062,571
Insurance Carriers, Security, and Commodity Brokers	3,598,581	1,452,911	998,693		1,146,977
Business services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	32,793,562	9,829,294	15,274,151		7,690,117
<b>Total</b>	<b>\$187,983,645</b>	<b>\$48,725,683</b>	<b>\$40,400,815</b>	<b>\$424,278</b>	<b>\$98,432,869</b>



# LB 775 INDUSTRY GROUP DETAIL

**Table 6**                      **Analysis of Credits by Industry Group  
(Cumulative Through 1997)**

Industry Group	Total Credits Earned	CREDITS USED		Credits Recaptured	Credit Balance
		Income Tax	Sales Tax		
Construction, Furniture, Fixtures, Printing and Publishing	\$ 49,435,736	\$ 17,601,526	\$ 12,577,486		\$ 19,256,724
Meat Products	96,092,291	19,672,515	22,255,093	564,176	53,600,507
Other Food Products	90,133,391	17,985,145	16,198,165		55,950,081
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	128,740,236	17,685,919	17,624,659		93,429,658
Primary Metal Products	24,388,153	10,817,553	6,858,799		6,711,801
Fabricated Metal Products	30,267,607	12,174,066	7,394,695	590,373	10,108,473
Industrial and Commercial Machinery, Transportation Equipment	27,976,162	3,631,391	11,848,208		12,496,563
Electronic and Other Electric Equipment	26,831,626	3,999,470	7,996,454		14,835,702
Instruments and Related Products, Miscellaneous Manufacturing	34,829,481	7,259,546	9,553,247		18,016,688
Railroads, Electric and Gas Services, and Sanitary Services	98,156,431	33,024,792	6,922,083		58,209,556
Trucking and Warehousing	20,415,464	9,768,345	1,064,472		9,582,647
Communications	86,325,933	38,837,329	231,071		47,257,533
Durable Goods and Non-durable Goods	39,344,717	14,866,030	5,526,676	258,954	18,693,057
Depository Institutions and Non-depository Credit Institutions	42,086,732	3,463,789	17,888,140		20,734,803
Insurance Carriers, Security, and Commodity Brokers	30,985,195	8,009,641	10,937,604	314,939	11,723,011
Business services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	189,075,292	45,752,262	37,565,209		105,757,821
<b>Total</b>	<b>\$1,015,084,447</b>	<b>\$264,549,319</b>	<b>\$192,442,061</b>	<b>\$1,728,442</b>	<b>\$556,364,625</b>

# LB 775 INDUSTRY GROUP DETAIL

## Sales and Use Tax Refunds

There are two types of sales and use tax refunds available under LB775; direct refunds and refunds using credits.

The direct refund is available on qualified property (see definition on page20) and on aircraft. The total direct refunds through December 31, 1997 was \$285,199,949. Refunds on qualified property were \$279,032,325 and \$6,167,624 were on aircraft.

Credits earned on investment and employment increases may be used to obtain a refund of otherwise nonrefundable sales and use tax paid on purchases at the project.

Tables 7 and 8 show a summary of sales and use tax refunds by industry group in 1997 and cumulative through 1997. The last column shows the sales and use tax refunds pending approval on December31, 1997.

Table 9 shows a breakdown of the total sales and use tax refunds between city and state tax.

**Table 7 Analysis of Sales/Use Tax Refunds by Industry Group (1997 Only)**

Industry Group	APPROVED REFUNDS			Refunds Pending as of 12/31/97
	Direct Refunds	Refunds Using Credits	Total	
Construction, Furniture, Fixtures, Printing and Publishing	\$ 399,005	\$ 2,504,217	\$ 2,903,222	\$ 622,085
Meat Products	1,332,524	2,197,608	3,530,132	3,100,162
Other Food Products	1,925,961	3,084,140	5,010,101	3,527,895
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	2,023,299	1,858,476	3,881,775	2,128,036
Primary Metal Products	271,689	771,676	1,043,365	1,707,881
Fabricated Metal Products	865,420	971,450	1,836,870	98,723
Industrial and Commercial Machinery, Transportation Equipment	744,350	1,697,893	2,442,243	1,351,782
Electronic and Other Electric Equipment	2,071,051	890,782	2,961,833	4,457,918
Instruments and Related Products, Miscellaneous Manufacturing	742,123	1,878,624	2,620,747	1,639,927
Railroads, Electric and Gas Services, and Sanitary Services	5,200,453	6,283,424	11,483,877	1,297,028
Trucking and Warehousing	666,148	0	666,148	753,933
Communications	3,812,019	0	3,812,019	10,574,374
Durable Goods and Non-durable Goods	1,468,762	1,038,618	2,507,380	1,991,340
Depository Institutions and Non-depository Credit Institutions	314,463	951,063	1,265,526	285,765
Insurance Carriers, Security, and Commodity Brokers	1,538,458	998,693	2,537,151	997,550
Business services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	6,716,537	15,274,151	21,990,688	7,865,096
<b>Total</b>	<b>\$30,092,262</b>	<b>\$40,400,815</b>	<b>\$70,493,077</b>	<b>\$42,399,495</b>

Table 8

## LB 775 INDUSTRY GROUP DETAIL

### Analysis of Sales/Use Tax Refunds by Industry Group (Cumulative through 1997)

Industry Group	APPROVED REFUNDS		
	Direct Refunds	Refunds Using Credits	Total Refunds
Construction, Furniture, Fixtures, Printing and Publishing	\$ 12,312,698	\$ 12,577,486	\$ 24,890,184
Meat Products	12,487,177	22,255,093	34,742,270
Other Food Products	28,295,433	16,198,165	44,493,598
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	29,265,488	17,624,659	46,890,147
Primary Metal Products	6,088,908	6,858,799	12,947,707
Fabricated Metal Products	6,376,039	7,394,695	13,770,734
Industrial and Commercial Machinery, Transportation Equipment	5,349,842	11,848,208	17,198,050
Electronic and Other Electric Equipment	11,322,905	7,996,454	19,319,359
Instruments and Related Products, Miscellaneous Manufacturing	8,574,048	9,553,247	18,127,295
Railroads, Electric and Gas Services, and Sanitary Services	31,782,996	6,922,083	38,705,079
Trucking and Warehousing	3,224,072	1,064,472	4,288,544
Communications	46,281,960	231,071	46,513,031
Durable Goods and Non-durable Goods	7,969,970	5,526,676	13,496,646
Depository Institutions and Non-depository Credit Institutions	8,608,373	17,888,140	26,496,513
Insurance Carriers, Security, and Commodity Brokers	19,796,956	10,937,604	30,734,560
Business services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	47,463,084	37,565,209	85,028,293
<b>Total</b>	<b>\$285,199,949</b>	<b>\$192,442,061</b>	<b>\$477,642,010</b>

Table 9

### Analysis of Sales/Use Tax Refunds

	APPROVED REFUNDS NET OF RECAPTURE						Refunds Pending as of 12/31/97
	1988-93*	1994	1995	1996	1997	Total	
Number of Claims	1,882	616	696	687	634	4,515	249
State Tax	\$155,488,911	\$50,750,450	\$61,040,197	\$73,639,893	\$58,687,406	\$399,606,857	\$35,368,609
City Tax	31,701,218	9,432,406	10,535,051	12,454,369	10,938,701	75,061,745	7,030,886
<b>Total</b>	<b>\$187,190,129</b>	<b>\$60,182,856</b>	<b>\$71,575,248</b>	<b>\$86,094,262</b>	<b>\$69,626,107</b>	<b>\$474,668,602</b>	<b>\$42,399,495</b>

\* For detail by year see 1995 Annual Report.

## LB 775 INDUSTRY GROUP DETAIL

Table 10 details the investment in qualified property by industry group. Qualified property is any tangible property of a type subject to depreciation, amortization, or other recovery under the Internal Revenue Code of 1986, or the components of such property, that will be used at the project. Qualified property does not include (a) aircraft, barges, motor vehicles, railroad rolling stock, or watercraft or (b) property that is rented by the taxpayer qualifying under the Employment and Investment Growth Act to another person.

**Table 10**

### Investment in Qualified Property by Industry Group

Industry Group	1988-93	1994	1995	1996	1997	Total
Construction, Furniture, Fixtures, Printing and Publishing	\$ 149,297,165	\$ 39,989,420	\$ 50,543,097	\$ 31,021,425	\$ 46,331,110	<b>\$ 317,182,217</b>
Meat Products	319,180,230	64,216,110	86,475,850	56,327,288	91,262,852	<b>617,462,330</b>
Other Food Products	447,328,630	156,630,981	122,240,870	130,206,411	69,910,130	<b>926,317,022</b>
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	225,556,353	126,978,770	316,473,759	82,237,811	375,245,930	<b>1,126,492,623</b>
Primary Metal Products	98,019,960	18,186,110	19,627,526	14,216,025	17,966,780	<b>168,016,401</b>
Fabricated Metal Products	86,474,134	19,426,540	52,423,474	21,142,457	16,409,860	<b>195,876,465</b>
Industrial and Commercial Machinery, Transportation Equipment	77,386,425	25,832,620	24,648,392	30,309,226	13,829,640	<b>172,006,303</b>
Electronic and Other Electric Equipment	131,395,367	41,298,841	62,058,827	38,133,251	61,084,130	<b>333,970,416</b>
Instruments and Related Products, Miscellaneous Manufacturing	142,794,059	35,530,340	36,840,495	23,568,149	13,852,600	<b>252,585,643</b>
Railroads, Electric and Gas Services, and Sanitary Services	519,803,160	135,356,242	176,952,445	133,157,295	333,345,360	<b>1,298,614,502</b>
Trucking and Warehousing	35,603,263	16,037,660	15,065,580	8,907,630	10,225,470	<b>85,839,603</b>
Communications	1,180,642,114	192,051,495	214,768,076	17,306,277	410,029,789	<b>2,014,797,751</b>
Durable Goods and Non-durable Goods	89,557,995	18,307,870	27,597,554	49,582,528	41,543,210	<b>226,589,157</b>
Depository Institutions and Non-depository Credit Institutions	120,442,926	49,675,750	20,126,182	70,941,758	29,461,670	<b>290,648,286</b>
Insurance Carriers, Security, and Commodity Brokers	217,326,535	57,272,865	47,841,848	39,978,250	26,467,918	<b>388,887,416</b>
Business services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	373,580,473	135,653,770	225,227,467	229,163,950	216,461,165	<b>1,180,086,825</b>
<b>Total</b>	<b>\$4,214,388,789</b>	<b>\$1,132,445,384</b>	<b>\$1,498,911,442</b>	<b>\$976,199,731</b>	<b>\$1,773,427,614</b>	<b>\$9,595,372,960</b>

# LB 775 INDUSTRY GROUP DETAIL

## Number of New Jobs Created

Table 11 shows the number of new full-time equivalent (FTE) employees at the projects as compared to the prior year.

A full-time equivalent employee equates to an employee who works 40 hours a week. An employee who works 60 hours a week would be counted as 1.5 FTE employees.

The increase in FTE employees is calculated by subtracting the FTE employees at the project in the tax year prior to the year of application from the number of FTE employees in the reporting tax year.

A company is required to maintain a minimum 30 FTE employee increase to avoid recapture. However, a company that previously showed a FTE employee increase of 80 could fall back to a 30 FTE employee increase without going into recapture.

**Table 11**  
**Number of Jobs Created by Industry Group**  
**Full-Time Equivalent (FTE) Employees**

Industry Group	1988-93	1994	1995	1996	1997	Total
Construction, Furniture, Fixtures, Printing and Publishing	1,312	447	481	12	23	2,275
Meat Products	5,498	1,167	838	770	1,331	9,604
Other Food Products	1,884	262	872	(56)	233	3,195
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	906	286	564	377	611	2,744
Primary Metal Products	529	104	386	138	237	1,394
Fabricated Metal Products	784	339	536	(78)	87	1,668
Industrial and Commercial Machinery, Transportation Equipment	645	144	592	281	104	1,766
Electronic and Other Electric Equipment	634	142	315	432	44	1,567
Instruments and Related Products, Miscellaneous Manufacturing	910	133	171	232	(181)	1,265
Railroads, Electric and Gas Services, and Sanitary Services	882	(118)	57	509	243	1,573
Trucking and Warehousing	985	288	200	529	342	2,344
Communications	238	(20)	49	88	353	708
Durable Goods and Non-durable Goods	1,489	306	451	435	471	3,152
Depository Institutions and Non-depository Credit Institutions	1,262	706	361	604	(72)	2,861
Insurance Carriers, Security, and Commodity Brokers	659	400	142	413	452	2,066
Business Services, Miscellaneous Repair Services, Engineering, Management Services, and Miscellaneous Services	6,259	1,668	2,209	3,018	1,476	14,630
<b>Total</b>	<b>24,876</b>	<b>6,254</b>	<b>8,224</b>	<b>7,704</b>	<b>5,754</b>	<b>52,812</b>

# LB 775 INDUSTRY GROUP DETAIL

## Average Salary of New Employees

Tables 12-13 show the estimated average salary of new employees for 1997 and cumulative through 1997. The average salary for each industry group is the weighted average salary for that group.

The weighted average salary for a group is calculated by multiplying the number of new full-time equivalent (FTE) employees for a company by the estimated annual salary of new employees at that company. This product is then added to the product for the other companies in the group, and the total is divided by the total number of new FTE employees in the group. For example:

	(1)	(2)	(3)	(4)
				Weighted
Company	New FTE Employees	Average Salary	Product (1 x 2)	Average Salary (3 ÷ 1)
A	10	\$30,000	300,000	
B	100	10,000	1,000,000	
C	20	20,000	400,000	
Group Total	130		\$1,700,000	\$13,077

**Table 12**      **Average Salary of New Employees by Industry Group (1997)**

Industry Group	Total New FTE Employees	Estimated Average Salary of New Employees
Construction, Furniture, Fixtures, Printing and Publishing	23	\$22,403
Meat Products	1,331	22,053
Other Food Products	233	27,770
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	611	27,655
Primary Metal Products	237	32,594
Fabricated Metal Products	87	24,848
Industrial and Commercial Machinery, Transportation Equipment	104	27,767
Electronic and Other Electric Equipment	44	21,844
Instruments and Related Products, Miscellaneous Manufacturing	(181)	N/A
Railroads, Electric and Gas Services, and Sanitary Services	243	52,359
Trucking and Warehousing	342	27,095
Communications	353	31,482
Durable Goods and Non-durable Goods	471	30,652
Depository Institutions and Non-depository Credit Institutions	(72)	N/A
Insurance Carriers, Security, and Commodity	452	28,894
Business services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	1,476	25,275
<b>Total</b>	<b>5,754</b>	<b>\$27,447 *</b>

\* \$164,876,838/6,007 (Negative FTE Employees Excluded)

# LB 775 INDUSTRY GROUP DETAIL

**Table 13**

## Average Salary of New Employees by Industry Group (Cumulative through 1997)

Industry Group	Total New FTE Employees	Estimated Average Salary of New Employees
Construction, Furniture, Fixtures, Printing and Publishing	2,275	\$22,218
Meat Products	9,604	19,410
Other Food Products	3,195	23,198
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	2,744	26,253
Primary Metal Products	1,394	29,950
Fabricated Metal Products	1,668	26,231
Industrial and Commercial Machinery, Transportation Equipment	1,766	29,284
Electronic and Other Electric Equipment	1,567	19,126
Instruments and Related Products, Miscellaneous Manufacturing	1,265	28,551
Railroads, Electric and Gas Services, and Sanitary Services	1,573	50,617
Trucking and Warehousing	2,344	24,526
Communications	708	32,027
Durable Goods and Non-durable Goods	3,152	25,901
Depository Institutions and Non-depository Credit Institutions	2,861	21,803
Insurance Carriers, Security, and Commodity	2,066	25,228
Business services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	14,630	21,730
<b>Total</b>	<b>52,812</b>	<b>\$23,863 *</b>

\* \$1,260,255,925 / 52,812

## LB 775 INDUSTRY GROUP DETAIL

### Total Number of People Employed in Nebraska by Qualified LB 775 Applicants

Table 14 shows a comparison of the total number of people employed in Nebraska by the qualified LB 775 applicants at the end of the quarter prior to the date of application with the total number of people employed in Nebraska on the most recent reporting date. No information is included for projects which are beyond the end of the seven-year entitlement period and are no longer earning new benefits.

The number of people employed is not measured the same as the number of full-time equivalent (FTE) employees shown previously in this report. The numbers shown in this table are simply the number of people employed by the qualified LB 775 applicants statewide in Nebraska on a specific date, without regard to the number of hours those people worked.

**Table 14**

#### Total Number of People Employed by Qualified LB 775 Applicants by Industry Group

Industry Group	End of Quarter Prior to Date of Application	Most Recent Reporting Date	Increase (Decrease)
Construction, Furniture, Fixtures, Printing and Publishing	3,103	3,574	471
Meat Products	9,116	15,636	6,520
Other Food Products	4,716	6,180	1,464
Chemicals and Allied Products, Rubber and Miscellaneous Products, Stone, Clay, Glass and Concrete Products	3,729	5,561	1,832
Primary Metal Products	2,069	2,578	509
Fabricated Metal Products	2,525	3,063	538
Industrial and Commercial Machinery, Transportation Equipment	948	1,719	771
Electronic and Other Electric Equipment	1,162	2,011	849
Instruments and Related Products, Miscellaneous Manufacturing	1,348	1,717	369
Railroads, Electric and Gas Services, and Sanitary Services	9,534	10,848	1,314
Trucking and Warehousing	3,373	5,247	1,874
Communications	2,043	2,494	451
Durable Goods and Non-durable Goods	5,622	6,681	1,059
Depository Institutions and Non-depository Credit Institutions	4,393	4,772	379
Insurance Carriers, Security, and Commodity Brokers	8,209	8,834	625
Business services, Misc. Repair Services, Engineering and Management Services, and Miscellaneous Services	14,378	22,010	7,632
<b>Total</b>	<b>76,268</b>	<b>102,925</b>	<b>26,657</b>



## Summary of Benefits by Year Qualification Verified

Tables 15 through 24 separate the data for the 231 companies who have qualified for benefits by the end of 1997 into groups based on the year the department originally verified the company had qualified for benefits. By the end of 1997, 83 companies had previously reached the end of their entitlement period and were no longer eligible to earn credits.

When a company qualifies for benefits under LB 775, the Department of Revenue will verify its eligibility for initial credits and sales and use tax refunds when the company has the necessary documentation prepared. In following years, the taxpayer files its Form 775N with its Nebraska income tax return to claim additional credits.

In some instances, a fiscal year taxpayer who qualified in one year may not have filed its income tax return for the following year until after the end of the next calendar year. Therefore, there may not be a return filed for a qualified company each year.

For this reason only 26 of the 27 companies verified as qualifying in 1996 filed a Form 775N claiming additional credits in 1997. This pattern also occurred in the prior years.

**Table 15**

### Summary of Benefits by Year (Companies Verified as Qualifying in 1988)

	1988-1993*	1994	1995	1996	1997	Total
Number of Companies Reporting	N/A	10	1	0	0**	
Investment Credits	\$36,182,798	\$ 5,866,258	\$(160,847)	\$(13,899)	\$ 8,006	<b>\$41,882,316</b>
New Jobs Credits	<u>18,932,091</u>	<u>4,886,642</u>	<u>82,266</u>	<u>0</u>	<u>(962,921)</u>	<u><b>22,938,078</b></u>
Total Credits Earned	\$55,114,889	\$10,752,900	\$ (78,581)	\$(13,899)	\$(954,915)	<b>\$64,820,394</b>
Credits Used						
Income Tax	\$ 8,626,482	\$ (136,287)	\$1,520,211	\$1,643,548	\$1,574,594	<b>\$13,228,548</b>
Sales/Use Tax Refunds	<u>16,466,939</u>	<u>5,347,251</u>	<u>6,268,273</u>	<u>4,121,579</u>	<u>2,002,320</u>	<u><b>34,206,362</b></u>
Total Credits Used	\$25,093,421	5,210,964	\$7,788,484	\$5,765,127	\$3,576,914	<b>\$47,434,910</b>
Direct Sales/Use Tax Refunds on Investment	\$37,518,963	\$4,064,949	\$1,629,496	\$2,018,719	0	<b>\$45,232,127</b>
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$3,011,457	\$2,521,491	\$4,271,843	\$3,613,608	<b>N/A</b>
Qualified Investment	\$1,269,995,968	\$169,472,647	\$23,093,116	(138,992)	\$80,060	<b>\$1,462,502,799</b>
New Jobs of Qualifying Companies	2,646	787	0	0	0	<b>3,433</b>

\* For detail by year see 1994 Annual Report.

\*\* All projects approved in 1988 are past the end of their entitlement period. However, audit adjustments to previous credits allowed may still be reflected in current year credits earned.

**Table 16**

**Summary of Benefits by Year  
(Companies Verified as Qualifying in 1989)**

	1989-1993*	1994	1995	1996	1997	Total
Number of Companies Reporting	N/A	31	28	3	0**	
Credits Earned						
Investment Credits	\$127,222,069	\$30,977,691	\$29,186,668	\$405,201	\$(1,744,959)	<b>\$186,046,670</b>
New Jobs Credits	49,180,495	15,607,539	11,908,051	135,304	(298,619)	<b>76,532,770</b>
Total Credits Earned	<u>\$176,402,564</u>	<u>\$46,585,230</u>	<u>\$41,094,719</u>	<u>\$540,505</u>	<u>\$(2,043,578)</u>	<b>\$262,579,440</b>
Credits Used						
Income Tax	\$52,389,337	\$12,421,951	\$17,323,919	\$10,989,161	\$17,530,040	<b>\$110,654,408</b>
Sales/Use Tax Refunds	26,007,055	7,369,206	10,549,605	12,377,658	17,800,561	<b>74,104,085</b>
Total Credits Used	<u>\$78,396,392</u>	<u>\$19,791,157</u>	<u>\$27,873,524</u>	<u>\$23,366,819</u>	<u>\$35,330,601</u>	<b>\$184,758,493</b>
Direct Sales/Use Tax Refunds on Investment	\$50,722,276	\$11,662,624	\$8,579,472	\$3,074,841	\$545,482	<b>\$74,584,695</b>
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$11,370,004	\$6,414,705	\$1,931,428	\$5,578,622	<b>N/A</b>
Qualified Investment	\$1,495,296,701	\$348,347,043	\$363,328,494	\$4,052,009	\$(17,449,590)	<b>\$2,193,574,657</b>
New Jobs of Qualifying Companies	9,390	1,025	841	2	0	<b>11,258</b>

\* For detail by year see 1994 Annual Report.

\*\* All projects approved in 1989 are past the end of their entitlement period. However, audit adjustments to previous credits allowed may still be reflected in current year credits earned.

**Table 17**

**Summary of Benefits by Year  
(Companies Verified as Qualifying in 1990)**

	1990-1993*	1994	1995	1996	1997	Total
Number of Companies Reporting	N/A	34	33	23	4**	
Credits Earned						
Investment Credits	\$59,050,673	\$12,120,969	\$10,839,523	\$ 7,031,209	\$2,024,408	<b>\$ 91,066,782</b>
New Jobs Credits	29,365,936	10,495,863	11,972,455	8,406,779	2,406,838	<b>62,647,871</b>
Total Credits Earned	<u>\$88,416,609</u>	<u>\$22,616,832</u>	<u>\$22,811,978</u>	<u>\$15,437,988</u>	<u>\$4,431,246</u>	<b>\$153,714,653</b>
Credits Used						
Income Tax	\$18,363,606	\$4,860,572	\$ 8,279,139	\$ 7,821,671	\$ 4,748,802	<b>\$44,073,790</b>
Sales/Use Tax Refunds	10,934,376	6,132,556	6,111,018	7,125,056	6,794,910	<b>37,097,916</b>
Total Credits Used	<u>\$29,297,982</u>	<u>\$10,993,128</u>	<u>\$14,390,157</u>	<u>\$14,946,727</u>	<u>\$11,543,712</u>	<b>\$81,171,706</b>
Direct Sales/Use Tax Refunds on Investment	\$19,515,266	\$4,904,446	\$6,939,221	\$1,782,194	\$1,085,151	<b>\$34,226,278</b>
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$4,289,780	\$3,915,294	\$4,219,540	\$2,504,885	<b>N/A</b>
Qualified Investment	\$654,637,916	\$149,859,241	\$124,591,109	\$70,312,094	\$62,643,870	<b>\$1,062,044,230</b>
New Jobs of Qualifying Companies	5,595	1,458	1,721	860	174	<b>9,808</b>

\* For detail by year see 1994 Annual Report.

\*\* Thirty companies had previously reached the end of their entitlement period and were no longer eligible to earn credits.

**Table 18**

**Summary of LB 775 Benefits by Year  
(Companies Verified as Qualifying in 1991)**

	1991-1993*	1994	1995	1996	1997	Total
Number of Companies Reporting	N/A	21	21	18	14**	
<b>Credits Earned</b>						
Investment Credits	\$24,585,161	\$3,417,763	\$ 4,666,466	\$ 4,746,552	\$4,656,481	<b>\$42,072,423</b>
New Jobs Credits	11,161,925	5,913,415	7,052,933	10,121,179	7,812,190	<b>42,061,642</b>
Total Credits Earned	\$35,747,086	\$9,331,178	\$11,719,399	\$14,867,731	\$12,468,671	<b>\$84,134,065</b>
<b>Credits Used</b>						
Income Tax	\$ 8,795,565	\$3,877,686	\$6,708,044	\$6,774,024	\$3,573,373	<b>\$29,728,692</b>
Sales/Use Tax Refunds	3,797,927	2,352,186	2,447,507	3,143,760	2,097,103	<b>13,838,483</b>
Total Credits Used	\$12,593,492	\$6,229,872	\$9,155,551	\$9,917,784	\$5,670,476	<b>\$43,567,175</b>
Direct Sales/Use Tax Refunds on Investment	\$15,565,391	\$3,853,499	\$4,023,991	\$2,319,163	\$2,444,274	<b>\$28,206,318</b>
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$1,291,126	\$1,858,774	\$1,158,234	\$2,775,684	<b>N/A</b>
Qualified Investment	\$497,316,855	\$112,099,353	\$78,934,880	\$141,627,213	\$46,564,810	<b>\$876,543,111</b>
New Jobs of Qualifying Companies	4,383	876	731	1,111	37	<b>7,138</b>

\* For detail by year see 1994 Annual Report.

\*\* Seven companies had previously reached the end of their entitlement period and were no longer eligible to earn credits.

**Table 19**

**Summary of LB 775 Benefits by Year  
(Companies Verified as Qualifying in 1992)**

	1992-1993*	1994	1995	1996	1997	Total
Number of Companies Reporting	N/A	14	14	13	14	
<b>Credits Earned</b>						
Investment Credits	\$ 9,385,927	\$3,939,348	\$7,406,475	\$3,582,211	\$3,949,492	<b>\$28,263,453</b>
New Jobs Credits	1,895,394	1,497,824	2,555,760	2,784,523	3,223,238	<b>11,956,739</b>
Total Credits Earned	\$11,281,321	\$5,437,172	\$9,962,235	\$6,366,734	\$7,172,730	<b>\$40,220,192</b>
<b>Credits Used</b>						
Income Tax	\$3,364,055	\$2,098,084	\$2,018,649	\$2,446,608	\$1,746,773	<b>\$11,674,169</b>
Sales/Use Tax Refunds	1,278,478	1,903,680	2,361,450	1,394,196	1,646,191	<b>8,583,995</b>
Total Credits Used	\$4,642,533	\$4,001,764	\$4,380,099	\$3,840,804	\$3,392,964	<b>\$20,258,164</b>
Direct Sales/Use Tax Refunds on Investment	\$3,065,087	\$2,952,945	\$2,426,800	\$1,241,773	\$2,355,267	<b>\$12,041,872</b>
Pending Sales/Use Tax Refunds as of 12/31	N/A	\$1,313,154	\$255,470	\$695,942	\$569,235	<b>N/A</b>
Qualified Investment	\$93,859,277	\$39,393,480	\$74,064,773	\$35,822,110	\$39,494,920	<b>\$282,634,560</b>
New Jobs of Qualifying Companies	1,087	113	1,021	204	(647)	<b>1,778</b>

\* For detail by year see 1994 Annual Report.

**Table 20**

**Summary of LB 775 Benefits by Year  
(Companies Verified as Qualifying in 1993)**

	1993	1994	1995	1996	1997	Total
Number of Companies Reporting	18	16	17	16	14*	
Credits Earned						
Investment Credits	\$20,328,207	\$12,284,158	\$14,613,415	\$16,652,584	\$16,466,773	\$ 80,345,137
New Jobs Credits	3,846,434	5,264,226	3,653,764	3,908,697	4,670,298	21,343,419
Total Credits Earned	<u>\$24,174,641</u>	<u>\$17,548,384</u>	<u>\$18,267,179</u>	<u>\$20,561,281</u>	<u>\$21,137,071</u>	<u>\$101,688,556</u>
Credits Used						
Income Tax	\$1,558,007	\$4,357,378	\$5,156,518	\$7,619,106	\$5,098,498	\$23,789,507
Sales/Use Tax Refunds	0	2,444,599	2,558,429	2,990,234	3,817,061	11,810,323
Total Credits Used	<u>\$1,558,007</u>	<u>\$6,801,977</u>	<u>\$7,714,947</u>	<u>\$10,609,340</u>	<u>\$8,915,559</u>	<u>\$35,599,830</u>
Direct Sales/Use Tax Refunds on Investment	\$3,495,491	\$4,568,778	\$3,936,011	\$3,720,189	\$3,841,765	\$19,562,234
Pending Sales/Use Tax Refunds as of 12/31	\$1,691,552	\$1,999,350	\$2,081,320	\$1,032,587	\$1,107,765	N/A
Qualified Investment	\$203,282,072	\$122,841,580	\$146,134,142	\$166,525,839	\$164,667,727	\$803,451,360
New Jobs of Qualifying Companies	1,775	803	431	805	141	3,955

\* One company had previously reached the end of its entitlement period and was no longer eligible to earn credits.

**Table 21**

**Summary of LB 775 Benefits by Year  
(Companies Verified as Qualifying in 1994)**

	1994	1995	1996	1997	Total
Number of Companies Reporting	13	11	13	13	
Credits Earned					
Investment Credits	\$19,043,204	\$18,631,380	\$2,939,884	\$17,604,985	\$58,219,453
New Jobs Credits	1,473,979	1,190,513	2,027,408	2,672,386	7,364,286
Total Credits Earned	<u>\$20,517,183</u>	<u>\$19,821,893</u>	<u>\$4,967,292</u>	<u>\$20,277,371</u>	<u>\$65,583,739</u>
Credits Used					
Income Tax	\$639,865	\$2,159,630	\$1,632,229	\$ 961,779	\$5,393,503
Sales/Use Tax Refunds	26,951	1,746,958	1,744,896	1,034,249	4,553,054
Total Credits Used	<u>\$666,816</u>	<u>\$3,906,588</u>	<u>\$3,377,125</u>	<u>\$1,996,028</u>	<u>\$9,946,557</u>
Direct Sales/Use Tax Refunds on Investment	\$3,008,903	\$5,124,944	\$5,281,557	\$1,095,984	\$14,511,388
Pending Sales/Use Tax Refunds as of 12/31	\$3,001,712	\$4,427,640	\$702,686	\$1,874,027	N/A
Qualified Investment	\$190,432,040	\$186,313,800	\$29,398,841	\$176,049,850	\$582,194,531
New Jobs of Qualifying Companies	1,192	131	280	26	1,629

**Table 22**

**Summary of LB 775 Benefits by Year  
(Companies Verified as Qualifying in 1995)**

	1995	1996	1997	Total
Number of Companies Reporting	31	25	27	
Credits Earned				
Investment Credits	\$47,133,912	\$22,549,012	\$29,688,376	\$ 99,371,300
New Jobs Credits	4,788,129	6,555,288	8,253,974	19,597,391
Total Credits Earned	<u>\$51,922,041</u>	<u>\$29,104,300</u>	<u>\$37,942,350</u>	<u>\$118,968,691</u>
Credits Used				
Income Tax	\$535,877	\$7,622,605	\$3,073,113	\$11,231,595
Sales/Use Tax Refunds	389,103	2,183,562	1,654,381	4,227,046
Total Credits Used	<u>\$924,980</u>	<u>\$9,806,167</u>	<u>\$4,727,494</u>	<u>\$15,458,641</u>
Direct Sales/Use Tax Refunds on Investment	\$6,780,383	\$26,455,509	\$8,474,730	\$41,710,622
Pending Sales/Use Tax Refunds as of 12/31	\$2,524,794	\$3,940,480	\$9,957,760	N/A
Qualified Investment	\$502,451,128	\$234,868,474	\$307,101,298	\$1,044,420,900
New Jobs of Qualifying Companies	3,348	1,275	1,227	5,850

**Table 23**

**Summary of LB 775 Benefits by Year  
(Companies Verified as Qualifying in 1996)**

	1996	1997	Total
Number of Companies Reporting	27	26	
Credits Earned			
Investment Credits	\$29,373,217	\$11,540,240	<b>\$40,913,457</b>
New Jobs Credits	6,448,799	6,921,281	<b>13,370,080</b>
Total Credits Earned	<u>\$35,822,016</u>	<u>\$18,461,521</u>	<u><b>\$54,283,537</b></u>
Credits Used			
Income Tax	\$4,356,395	\$2,770,609	<b>\$7,127,004</b>
Sales/Use Tax Refunds	466,753	1,593,839	<b>2,060,592</b>
Total Credits Used	<u>\$4,823,148</u>	<u>\$4,364,448</u>	<u><b>\$9,187,596</b></u>
Direct Sales/Use Tax Refunds on Investment	\$4,874,800	\$2,591,915	<b>\$7,466,715</b>
Pending Sales/Use Tax Refunds as of 12/31	\$954,863	\$1,696,360	N/A
Qualified Investment	\$293,732,143	\$115,402,400	<b>\$409,134,543</b>
New Jobs of Qualifying Companies	3,167	1,793	<b>4,960</b>

**Table 24**

**Summary of LB 775 Benefits by Year  
(Companies Verified as Qualifying in 1997)**

	<b>1997</b>	<b>Total</b>
Number of Companies Reporting	28	
Credits Earned		
Investment Credits	\$64,060,815	<b>\$64,060,815</b>
New Jobs Credits	5,030,363	<b>5,030,363</b>
Total Credits Earned	<u>\$69,091,178</u>	<b><u>\$69,091,178</u></b>
Credits Used		
Income Tax	\$7,648,102	<b>\$7,648,102</b>
Sales/Use Tax Refunds	1,960,195	<b>1,960,195</b>
Total Credits Used	<u>\$9,608,297</u>	<b><u>\$9,608,297</u></b>
Direct Sales/Use Tax Refunds on Investment	\$7,657,689	<b>\$7,657,689</b>
Pending Sales/Use Tax Refunds as of 12/31	\$12,721,543	<b>N/A</b>
Qualified Investment	\$878,872,269	<b>\$878,872,269</b>
New Jobs of Qualifying Companies	3,003	<b>3,003</b>

## Projected Revenue Gains or (Losses) of LB 775 and LB 829 as amended for Tax Years 1987-2012 Projects by Fiscal Years\*\*

The estimates are based on a sample of 100 agreements signed and actual results of 231 companies from 1987 through 1997. Employment and investment flows are projected at rates indicated by the corresponding companies' applications. The analysis time frame considers future agreements signed through the year 2012 with a 95 percent success rate.

All other pertinent information as provided in the applications, such as salary levels and investment composition (not all property is treated equally in regard to tax preferences), is taken into consideration.

The classification of jobs into new economic jobs or existing jobs (jobs that would have been created regardless of the existence of the Employment and Investment Growth Act) is based on the company provided description of the project. The model estimates that 30 percent of the jobs created are true new economic jobs.

Credit used estimate is based on the assumption of maximized use for each year either against corporate income tax, individual income tax, or sales and use tax. The simulation model estimates a 38.9 percent application rate of credits used against sales and use tax paid. But the actual history reveals a greater usage rate and therefore, in the following table (the liability analysis of the simulation model is converted into a fiscal year cash flow model), the application of credits against sales and use tax was increased to a usage factor of 42 percent. The estimated profitability (income tax liability available for credit set-off) is based on the historical profitability of the respective companies.

The following is an estimate of new projects for the years 1997 through 2012.

Year	# of Agreements Signed	AVERAGE PER PROJECT*		
		\$ Million of Investment	Number of Employees	Salary Level
1998	30	66.4	355	25,151
1999	29	57.8	204	23,072
2000	28	29.9	142	26,424
2001	25	53.9	126	24,240
2002	25	68.2	291	27,762
2003	20	28.1	299	25,468
2004	18	27.3	235	29,167
2005	17	50.9	204	26,757
2006	30	53.9	142	30,644
2007	20	49.5	126	28,111
2008	25	58.5	127	32,195
2009	40	50.1	291	29,535
2010	32	43.3	235	33,000
2011	28	37.2	135	33,825
2012	22	26.5	105	34,671

\*The investment and employment levels represent the entire investment and employment associated with the project through the entitlement period (employment levels represent the employees qualifying for credits). For the years 1997 through 2012 one (20,0) project every other year is assumed.

\*\*A detailed description of the model is available upon request.

(Methodology and Assumptions for LB 775 Benefit and Cost Estimate; Nebraska Department of Revenue, Finance and Research Division, August 1996.)

**PROJECTED REVENUE GAINS OR (LOSSES) OF LB 775 AND LB 829 AS AMENDED  
FOR TAX YEARS 1987-2012 BY FISCAL YEAR**

	97/98	98/99	99/00	00/01	01/02	02/03
SUMMARY Expansion: Sales and Use	50,268,087	54,771,365	59,219,487	63,210,488	67,182,470	70,708,874
Corporate	5,186,186	5,605,040	6,094,666	6,567,316	7,002,058	7,423,095
Individual	22,181,709	24,150,562	26,125,661	27,911,122	29,673,811	31,252,788
Sales and Use Tax Refunds TPP	34,121,722	33,718,294	34,379,910	34,607,139	34,259,909	33,858,387
Sales Only Formula	0	0	0	0	0	0
Credits and Wage Benefit Credit Used	75,882,069	79,927,412	83,305,998	85,879,821	87,622,108	88,678,019
Corp. or Individ. & Wage Benefit Credit	44,011,600	46,357,899	48,317,479	49,810,296	50,820,823	51,433,251
Sales and Use	31,870,469	33,569,513	34,988,519	36,069,525	36,801,285	37,244,768
Gain or (Loss)	(32,367,809)	(29,118,739)	(26,246,094)	(22,798,034)	(18,023,678)	(13,151,649)
Cumulative	(343,916,889)	(373,035,628)	(399,281,722)	(422,079,756)	(440,103,434)	(453,255,083)
Sales Tax Refunds (TPP+Credits Used)	65,992,191	67,287,807	69,368,430	70,676,664	71,061,194	71,103,155
	03/04	04/05	05/06	06/07	07/08	08/09
SUMMARY Expansion: Sales and Use	74,052,385	76,854,558	79,250,601	82,035,579	71,467,488	75,022,944
Corporate	7,802,699	8,152,584	8,447,117	8,719,035	8,658,693	7,891,213
Individual	32,742,034	34,002,857	35,079,087	36,301,846	32,050,473	33,165,663
Sales and Use Tax Refunds TPP	32,834,307	31,043,906	28,966,492	27,630,379	27,433,371	27,758,693
Sales Only Formula	0	0	0	0	0	0
Credits and Wage Benefit Credit Used	88,059,058	86,487,169	84,590,351	82,110,874	79,933,536	78,530,384
Corp. or Individ. & Wage Benefit Credit	51,074,254	50,162,558	49,062,404	47,624,307	46,361,451	45,547,623
Sales and Use	36,984,804	36,324,611	35,527,947	34,486,567	33,572,085	32,982,761
Gain or (Loss)	(6,296,247)	1,478,924	9,219,962	17,315,207	4,809,747	9,790,743
Cumulative	(459,551,330)	(458,072,406)	(448,852,444)	(431,537,237)	(426,727,490)	(416,936,747)
Sales Tax Refunds (TPP+Credits Used)	69,819,111	67,368,517	64,494,439	62,116,946	61,005,457	60,741,454
	09/10	10/11	11/12	12/13	13/14	14/15
SUMMARY Expansion: Sales and Use	73,602,058	70,674,972	73,026,287	72,171,027	70,759,483	68,169,243
Corporate	8,143,292	7,947,263	7,771,950	7,940,958	7,832,515	7,646,435
Individual	32,698,140	31,448,894	32,319,295	32,044,794	31,436,799	30,326,271
Sales and Use Tax Refunds TPP	28,896,083	31,230,812	33,195,538	33,367,608	31,228,950	26,524,621
Sales Only Formula	0	0	0	0	0	0
Credits and Wage Benefit Credit Used	78,349,805	79,533,568	81,026,214	82,023,719	81,426,559	78,034,564
Corp. or Individ. & Wage Benefit Credit	45,442,887	46,129,469	46,995,204	47,573,757	47,227,404	45,260,047
Sales and Use	32,906,918	33,404,099	34,031,010	34,449,962	34,199,155	32,774,517
Gain or (Loss)	7,197,602	(693,251)	(1,104,220)	(3,234,548)	(2,626,712)	1,582,764
Cumulative	(409,739,145)	(410,432,396)	(411,536,616)	(414,771,164)	(417,397,876)	(415,815,112)
Sales Tax Refunds (TPP+Credits Used)	61,803,001	64,634,911	67,226,548	67,817,570	65,428,104	59,299,137

NOTE: Rounding differences may cause slight variations.



**Table 25**

**Estimate of Personal Property Valuation Exempted  
Under LB 775 By Class In Each County  
(Tax Year 1997)**

Tables 25 and 26 show the value of personal property exempted for 1997 and cumulative for tax years 1988-1997. When a company applies for LB 775 benefits under the \$10 million investment and 100 employees option, a personal property tax exemption is available for the following property used in connection with the project:

- Turbine-powered aircraft,
- Mainframe business computers plus certain peripheral components connected to such computers,
- Personal property, which is business equipment located in a single project involved directly in the manufacture of processing or agricultural products. (For applications filed before January 1, 1988, the exemption was for business equipment if the business equipment is utilized in a business which is involved directly in the manufacture or processing of agricultural products, and the business equipment had a minimum aggregate value of ten million dollars.)

County	Airplanes	Computer Equipment	Business Equipment	Total
Adams .....	\$ 0	\$ 0	\$ 14,732,059	<b>\$ 14,732,059</b>
Box Butte .....	0	8,183	0	<b>8,183</b>
Buffalo .....	0	262,245	326	<b>262,571</b>
Butler .....	0	839	0	<b>839</b>
Colfax .....	0	0	9,414,314	<b>9,414,314</b>
Cuming .....	0	0	657,211	<b>657,211</b>
Custer .....	0	62,013	0	<b>62,013</b>
Dakota .....	0	0	16,040,875	<b>16,040,875</b>
Dawes .....	0	7,778	0	<b>7,778</b>
Dawson .....	0	0	14,987,363	<b>14,987,363</b>
Dixon .....	0	0	10,406,356	<b>10,406,356</b>
Dodge .....	0	38,264	9,395,171	<b>9,433,435</b>
Douglas .....	18,209,158	192,560,321	42,825,016	<b>253,594,495</b>
Gage .....	0	4,226	90,976	<b>95,202</b>
Hall .....	135,240	177,358	7,449,411	<b>7,762,009</b>
Knox .....	0	0	6,605,701	<b>6,605,701</b>
Lancaster .....	203,558	2,645,917	8,788	<b>2,858,263</b>
Lincoln .....	0	63,432	0	<b>63,432</b>
Madison .....	0	0	8,652,985	<b>8,652,985</b>
Phelps .....	0	68,037	0	<b>68,037</b>
Platte .....	0	626,993	172,709,704	<b>173,336,697</b>
Red Willow .....	0	0	1,129	<b>1,129</b>
Saline .....	0	841,066	12,812,253	<b>13,653,319</b>
Sarpy .....	778,303	3,128,525	1,409,377	<b>5,316,205</b>
Scottsbluff .....	0	25,156	0	<b>25,156</b>
Seward .....	0	2,200	0	<b>2,200</b>
Washington .....	0	127,805	123,252,116	<b>123,379,921</b>
Wayne .....	0	6,192	0	<b>6,192</b>
*Central .....	6,815,182	0	0	<b>6,815,182</b>
<b>Total .....</b>	<b>\$26,141,441</b>	<b>\$200,656,550</b>	<b>\$451,451,131</b>	<b>\$678,249,122</b>

\* Centrally assessed property with value distributed throughout the state. These figures represent our estimates of the values exempted.

**Table 26**

**Estimate of Personal Property Valuation Exempted  
Under LB 775 By Class In Each County  
(Cumulative for Tax Years 1988-97)**

<b>County</b>	<b>Airplanes</b>	<b>Computer Equipment</b>	<b>Business Equipment</b>	<b>Total</b>
Adams .....	\$ 0	\$ 0	\$ 85,080,385	\$ 85,080,385
Box Butte .....	0	101,612	0	101,612
Buffalo .....	0	1,797,132	60,148	1,857,280
Butler .....	0	40,908	0	40,908
Colfax .....	0	0	41,045,046	41,045,046
Cuming .....	0	0	5,704,864	5,704,864
Custer .....	0	596,156	10,194	606,350
Dakota .....	0	0	148,136,567	148,136,567
Dawes .....	0	170,394	0	170,394
Dawson .....	0	0	169,989,696	169,989,696
Dixon .....	0	504,272	88,533,130	89,037,402
Dodge .....	0	249,488	13,761,499	14,010,987
Douglas .....	131,293,289	1,274,895,318	271,625,776	1,677,814,383
Gage .....	0	61,310	967,952	1,029,262
Hall .....	604,440	988,181	42,646,051	44,238,672
Knox .....	0	0	57,698,823	57,698,823
Lancaster .....	12,499,763	61,873,147	231,370	74,604,280
Lincoln .....	0	1,514,871	48,451	1,563,322
Madison .....	0	6,943	64,924,516	64,931,459
Phelps .....	0	1,418,536	0	1,418,536
Platte .....	0	7,885,516	426,639,728	434,525,244
Red Willow .....	0	0	23,045	23,045
Saline .....	0	1,622,790	88,340,330	89,963,120
Sarpy .....	7,911,346	33,987,594	32,022,685	73,921,625
Scottsbluff .....	0	338,228	0	338,228
Seward .....	0	140,693	0	140,693
Washington .....	0	340,809	229,030,242	229,371,051
Wayne .....	0	115,353	0	115,353
York .....	0	366,371	0	366,371
*Central .....	46,285,942	0	0	46,285,942
<b>Total .....</b>	<b>\$198,594,780</b>	<b>\$1,389,015,622</b>	<b>\$1,766,520,498</b>	<b>\$3,354,130,900</b>

\* Centrally assessed property with value distributed throughout the state. These figures represent our estimates of the values exempted.

## ***Quality Jobs Act, LB 829, as amended***

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**Neb. Rev. Stat. §77-4933 states:**

*The Department of Revenue shall submit an annual report to the Legislature no later than March 15 each year. The report shall list (a) the agreements which have been signed during the previous calendar year, (b) the agreements which are still in effect, (c) the identity of each company, and (d) the location of each project.*

*The report shall also state by industry group (a) the amount of wage benefit credits allowed under the Quality Jobs Act, (b) the number of direct jobs created at the project, (c) the amount of direct capital investment under the act, (d) the estimated wage levels of jobs created by the companies at the projects, (e) the estimated indirect jobs and investment created on account of the projects, and (f) the projected future state and local revenue gains and losses from all revenue sources on account of the direct and indirect jobs and investment created on account of the project.*

*No information shall be provided in the report that is protected by state or federal confidentiality laws.*

## LB 829 Qualified Activity Reported in 1997

The Quality Jobs Act, LB 829, requires a separate application subject to approval by the Quality Job Board. The members of the board are the Governor, the State Treasurer, and the chairperson of the Nebraska Investment Council. A qualifying business must invest at least \$50 million in investment and hire at least 500 new employees or invest at least \$100 million and hire at least 250 new employees. If the company reaches and maintains these levels, they are eligible for a wage benefit credit.

The wage benefits credit may be used to pay for company training programs, employee benefit programs, educational institution training programs or workplace safety programs. The agreement specifies whether the company has elected to use the credit against the company's income tax or to retain and use a portion of the individual income tax withholding as designated by the employee.

There are four agreements signed under LB 829, however no company has shown they met the minimum levels of investment and employment qualified for benefits. Therefore no wage benefit credits were allowed and no investment or new jobs are reported.

### Agreements Signed in 1996 that are still in effect <sup>(1)</sup>

Company Name	Project Level	Project Location
1. Union Pacific Railroad Company	\$100M + 250 emp	Omaha

<sup>(1)</sup>This agreement was inadvertently omitted from the 1996 Annual Report.

### Agreements Signed in 1997 that are still in effect

Company Name	Project Level	Project Location
1. Cargill Incorporated	\$100M + 250 emp	Greater Blair area
2. First Data Corporation	\$60M + 2000 emp	Omaha
3. Novartis Consumer Health, Inc.	\$103M + 275 emp	Lincoln

***Employment Expansion and  
Investment Incentive Act LB 1124,  
LB 270, as amended***

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**Neb. Rev. Stat. §77-27,195 states:**

*Report; contents. (1) The Tax Commissioner shall prepare a report identifying the amount of investment in this state and the number of equivalent jobs created by each taxpayer claiming a credit pursuant to the Employment Expansion and Investment Incentive Act. The report shall include the amount of credits claimed in the aggregate. The report shall be issued on or before March 15 of each year, beginning with March 15, 1988, for all credits allowed during the previous calendar year.*

*(2) In the report for any year in which a taxpayer located in an enterprise zone designated pursuant to the Enterprise Zone Act claimed a credit pursuant to subsection (3) of section 77-27,188, the Tax Commissioner shall identify (a) the amount of investment made in each enterprise zone by all taxpayers claiming credits, (b) the number of jobs created in each enterprise zone by all taxpayers claiming credits, (c) the number of jobs created in each enterprise zone by all taxpayers claiming credits held by residents of the enterprise zone, and (d) the average wage on hourly basis or the average annual salary of new jobs created in each enterprise zone by all taxpayers claiming credits.*

## **LB 1124, LB 270, as amended Qualified Activity Reported in 1997**

Because a separate application process is not involved, the number of credits earned, jobs created, and investment made becomes available only upon the filing of a Nebraska Employment and Investment Credit Computation, Form 3800N, with a tax return. This report includes tax returns processed during 1997. Through 1997, 1081 separate businesses have filed for benefits.

In 1997, the department approved 398 returns from businesses, 221 of which reported new investment made and/or employees hired. These 221 returns reflected the following:

- Net new investment of \$95,860,312
- New full-time jobs of 1,809
- Credits of \$3,981,500

After the initial qualification, the business may receive additional credits for new employees without any additional investment.

Ninety-eight returns processed in 1997 showed maintenance of past levels of employment and investment.

If a taxpayer fails to maintain the levels of investment and employment that created the credit for at least two years after the year for which the credit was first allowed, part of the credit used is subject to recapture. During the subsequent two years, the taxpayer must repay to the state one-third of the amount of the credit used which is subject to recapture for each year that the taxpayer did not maintain the required levels. At the end of the two year maintenance period, no further carryover of credits subject to recapture is allowed. Seventy-nine returns processed in 1997 reported recapture of past credits.

Credits may be carried over and used for the five immediately succeeding taxable years. Any credit carryover remaining at the end of the fifth year expires.

# Eight-Year Business Activity Summary

	Processed In 1988-93****	Processed In 1994	Processed In 1995	Processed In 1996	Processed In 1997	Total
Investment	\$337,960,134	\$128,541,688	\$125,706,781	\$134,292,210	95,860,312**	<b>\$822,361,125</b>
Employees	7,981*	2,579*	3,079*	3,270*	1,809***	<b>18,718</b>
Credits Earned	\$13,718,500	\$5,231,500	\$5,795,500	\$6,520,000	3,981,500	<b>\$35,247,000</b>
LB 335 Credits Earned	256,000	0	0	0	0	<b>256,000</b>
Enterprise Zone Credits	N/A	N/A	\$ 208,500	\$ 49,000	\$ 157,000	<b>\$ 414,500</b>
Total Credits	<u>\$13,974,500</u>	<u>\$5,231,500</u>	<u>\$6,004,000</u>	<u>\$6,569,000</u>	<u>\$4,138,500</u>	<b><u>\$35,917,500</u></b>
<b>Credits Used:</b>						
Income Tax	\$7,115,035	\$2,314,654	\$2,490,451	\$3,087,901	\$1,971,716	<b>\$16,979,757</b>
Sales Tax	2,974,256	\$1,752,177	1,919,754	2,287,912	1,263,281	<b>10,197,380</b>
<b>Credits Recaptured:</b>						
Income Tax	\$358,029	\$169,258	\$108,448	\$189,871	\$167,231	<b>\$992,837</b>
Sales Tax	77,730	47,205	33,681	66,661	9,705	<b>234,982</b>
Unused Credit Carryover Recaptured	\$194,040	\$229,957	\$371,858	\$243,447	\$137,498	<b>\$1,176,800</b>
<b>Credits Expired</b>	11,714	94,469	62,625	97,065	35,455	<b>301,328</b>

\* LB886 which was passed in 1997 changed the definition of a new employee from a full-time employee to a full-time equivalent employee for tax years beginning on or after January 1, 1998. These numbers are based on full-time employees.

** 1987 returns	\$ 388,294	*** 1987 returns	83
1988 returns	639,547	1988 returns	20
1989 returns	438,198	1989 returns	9
1990 returns	195,604	1990 returns	18
1991 returns	420,229	1991 returns	-2
1992 returns	531,727	1992 returns	-2
1993 returns	3,219,203	1993 returns	71
1994 returns	7,720,615	1994 returns	105
1995 returns	31,295,011	1995 returns	682
1996 returns	51,011,884	1996 returns	825
	<u>\$95,860,312</u>		<u>1,809</u>

Due to audit adjustments for the year.  
Due to audit adjustments for the year.

\*\*\*\*For detail by year see 1995 Annual Report

## 1987–1996 Business Activity (Processed in 1997)

	Net New Investment	Jobs		Net New Investment	Jobs
1	\$4,496,646	2	61	\$476,904	9
2	\$3,551,500	3	62	\$447,706	6
3	\$3,423,805	15	63	\$438,894	2
4	\$3,326,663	15	64	\$434,716	5
5	\$3,178,601	26	65	\$429,503	5
6	\$3,061,770	2	66	\$420,047	4
7	\$2,421,388	26	67	\$399,054	2
8	\$2,074,116	5	68	\$398,274	6
9	\$1,978,240	11	69	\$390,289	2
10	\$1,926,454	8	70	\$388,294	83
11	\$1,791,866	2	71	\$378,954	17
12	\$1,738,774	24	72	\$376,876	2
13	\$1,558,544	2	73	\$375,431	18
14	\$1,436,701	2	74	\$360,573	5
15	\$1,371,888	23	75	\$355,359	5
16	\$1,349,485	15	76	\$344,980	3
17	\$1,321,281	2	77	\$332,732	19
18	\$1,269,717	7	78	\$324,724	19
19	\$1,268,337	17	79	\$319,806	8
20	\$1,260,291	11	80	\$311,955	37
21	\$1,253,033	51	81	\$311,772	10
22	\$1,196,537	3	82	\$310,127	11
23	\$1,184,502	23	83	\$304,078	2
24	\$1,110,762	19	84	\$293,877	29
25	\$1,108,333	7	85	\$292,853	2
26	\$1,092,557	13	86	\$291,261	3
27	\$1,022,798	6	87	\$290,874	6
28	\$988,992	14	88	\$284,911	5
29	\$955,294	40	89	\$281,030	4
30	\$951,946	2	90	\$280,870	2
31	\$943,195	39	91	\$280,654	2
32	\$922,280	15	92	\$276,341	3
33	\$897,116	7	93	\$271,665	3
34	\$865,289	2	94	\$270,321	4
35	\$850,550	2	95	\$260,732	12
36	\$828,703	29	96	\$255,011	3
37	\$781,324	3	97	\$250,716	5
38	\$679,142	6	98	\$246,809	2
39	\$647,840	12	99	\$242,284	18
40	\$630,194	123	100	\$236,210	6
41	\$620,275	20	101	\$236,064	2
42	\$610,137	11	102	\$235,886	4
43	\$607,859	2	103	\$232,688	4
44	\$602,206	2	104	\$230,240	3
45	\$599,355	3	105	\$229,171	2
46	\$594,370	10	106	\$229,036	5
47	\$578,949	5	107	\$219,011	8
48	\$562,929	15	108	\$208,763	21
49	\$560,933	27	109	\$202,636	6
50	\$555,966	9	110	\$201,695	3
51	\$543,024	7	111	\$195,604	25
52	\$524,574	20	112	\$192,535	17
53	\$514,371	8	113	\$187,330	2
54	\$512,400	2	114	\$185,027	10
55	\$512,156	6	115	\$184,215	7
56	\$497,915	7	116	\$179,838	10
57	\$496,115	11	117	\$165,444	3
58	\$493,113	6	118	\$163,592	14
59	\$485,000	12	119	\$162,523	3
60	\$479,605	9	120	\$161,139	3



## 1987–1996 Business Activity (Processed in 1997)

	Net New Investment	Jobs		Net New Investment	Jobs
121	\$153,589	2	170	\$75,113	2
122	\$153,120	6	171	\$0	19
123	\$151,935	5	172	\$0	11
124	\$149,555	15	173	\$0	11
125	\$149,166	2	174	\$0	10
126	\$147,369	2	175	\$0	9
127	\$147,152	6	176	\$0	9
128	\$140,703	46	177	\$0	8
129	\$138,221	2	178	\$0	7
130	\$137,062	4	179	\$0	7
131	\$136,463	6	180	\$0	6
132	\$135,930	2	181	\$0	6
133	\$134,914	2	182	\$0	6
134	\$133,437	6	183	\$0	6
135	\$130,263	6	184	\$0	5
136	\$126,711	8	185	\$0	5
137	\$126,636	19	186	\$0	4
138	\$126,482	2	187	\$0	4
139	\$122,500	2	188	\$0	4
140	\$120,752	2	189	\$0	4
141	\$120,199	2	190	\$0	4
142	\$117,462	2	191	\$0	4
143	\$116,151	13	192	\$0	4
144	\$113,152	10	193	\$0	4
145	\$112,954	4	194	\$0	3
146	\$111,373	2	195	\$0	3
147	\$107,256	2	196	\$0	3
148	\$107,062	2	197	\$0	3
149	\$104,733	2	198	\$0	3
150	\$103,710	2	199	\$0	3
151	\$102,539	2	200	\$0	3
152	\$96,391	2	201	\$0	3
153	\$93,040	2	202	\$0	3
154	\$92,641	2	203	\$0	2
155	\$92,402	6	204	\$0	2
156	\$90,230	2	205	\$0	2
157	\$89,616	15	206	\$0	2
158	\$87,018	5	207	\$0	2
159	\$85,052	24	208	\$0	2
160	\$84,129	5	209	\$0	2
161	\$83,382	11	210	\$0	2
162	\$83,687	2	211	\$0	2
163	\$83,005	2	212	\$0	2
164	\$81,560	2	213	\$0	2
165	\$81,461	4	214	\$0	2
166	\$76,843	9	215	\$0	2
167	\$75,959	7	216	\$0	2
168	\$75,595	4	217	\$0	2
169	\$75,540	2	218	\$0	2
			219	\$0	2
			220	\$0	2
			221	\$0	2
				(628,513)	-76
			<b>221</b>	<b>\$95,860,312</b>	<b>1809</b>
			<b>Returns</b>	<b>Investment</b>	<b>Jobs</b>

## ***Enterprise Zone Act, LB 1124, as amended***

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The Enterprise Zone Act provides a higher employment credit for companies engaged in a qualifying business within the defined enterprise zones and employing residents of the zone. If at least 50 percent of the new employees reside within the enterprise zone, then the company also receives additional credits for new investment. The credits provided under this subsection shall not exceed \$75,000 in any one tax year. In addition to the requirements to maintain the employment and investment levels for two years that are required of any LB 1124 company, those earning credits under the Enterprise Zone Act need to maintain the number of new employees residing in the enterprise zone.

The Nebraska Employment and Investment Credit Computation, Form 3800N, filed with a tax return is the method to report credits earned, investment made, jobs created for employees in total and for residents of the zone. In 1997, businesses within the enterprise zones qualified for new credits as stated below.

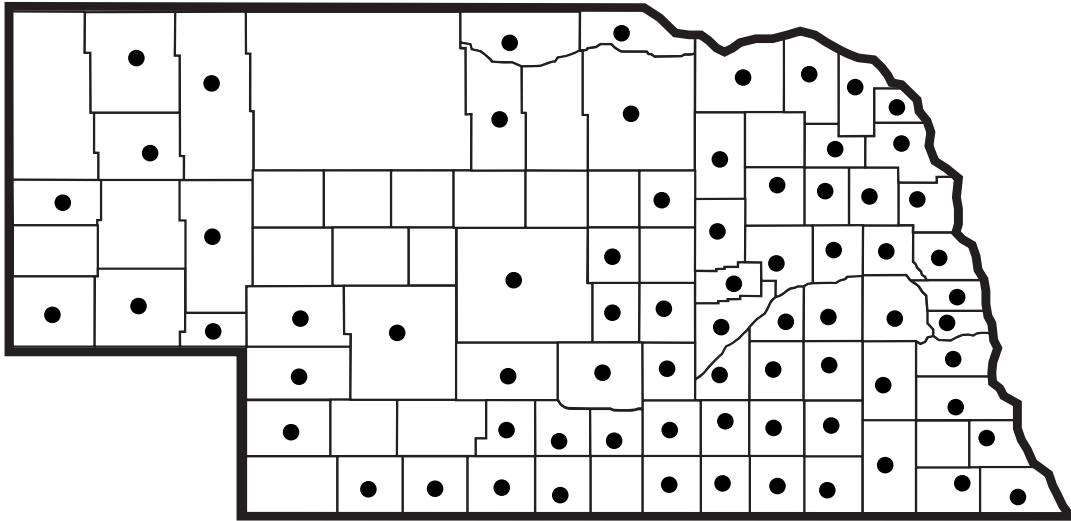
### **Omaha, Scottsbluff, and Platte Valley Enterprise Zone\***

Amount of investment:	\$975,260
Number of jobs:	40
Number of jobs held by residents:	25
Average wage on an hourly basis:	\$8.37
Average annual salary:	\$17,404

\*The amounts are totals for all enterprise zones rather than for each zone in order to preserve confidentiality.

# LB 1124, LB 270, as amended

## Location of Expansion



Ainsworth	Clearwater	Gurley	Milford	St. Paul
Albion	Columbus	Hampton	Milligan	Sargent
Alda	Cozad	Hardy	Minden	Schuyler
Alma	Crete	Hartington	Morrill	Scottsbluff
Allen	Crofton	Hastings	Neligh	Seward
Alliance	Culbertson	Hebron	Nickerson	Shelby
Ansley	Dakota City	Henderson	Norfolk	Shickley
Arapahoe	David City	Holbrook	North Bend	Sidney
Arcadia	Deshler	Holdrege	North Loup	Snyder
Ashland	Doniphan	Hoskins	North Platte	South Sioux City
Atkinson	Dorchester	Howells	Ogallala	Spencer
Auburn	Douglas	Humboldt	O'Neill	Springfield
Aurora	Eddyville	Humphrey	Omaha	Springview
Bartlett	Edison	Imperial	Orchard	Stanton
Battle Creek	Elkhorn	Kearney	Osceola	Sutton
Beatrice	Elm Creek	Kimball	Oshkosh	Syracuse
Beemer	Elwood	LaVista	Oxford	Tekamah
Bellevue	Emerson	Leigh	Page	Thurston
Bennet	Exeter	Lexington	Palmer	Utica
Blair	Fairbury	Lincoln	Papillion	Valley
Bloomfield	Falls City	Lindsay	Pender	Venango
Broken Bow	Farwell	Lisco	Peru	Waco
Brunswick	Fremont	Litchfield	Petersburg	Wahoo
Cedar Rapids	Fullerton	Long Pine	Pilger	Waterloo
Central City	Geneva	Louisville	Plattsmouth	Waverly
Chadron	Gering	Lyman	Pleasanton	Wayne
Chapman	Gibbon	Lyons	Plymouth	Weeping Water
Chappell	Gordon	McCook	Ralston	West Point
Chambers	Gothenburg	Madison	Randolph	Wisner
Clarks	Grand Island	Madrid	Red Cloud	York
Clarkson	Gretna	Mead	St. Edward	