NEBRASKA TRAVEL ASSOCIATION

2019 Legislative Session Week 18 Report

General Legislative Update

On Tuesday, the Legislature debated the Revenue Committee's proposal to reduce property taxes. The legislation (LB 289) would have allowed a reduction in property taxes by increasing state aid to schools. The funds needed for increasing school aid would be generated by raising the sales tax rate, increasing the cigarette tax, and removing several sales tax exemptions. Several urban senators mounted a filibuster. After three hours of debate and no end to the filibuster in sight, the Speaker moved on to the next bill on the agenda. For a good report on the debate, see this article from the *Unicameral Update*: "Property tax relief through increased school funding debated." Ag groups are poised to take the issue of property tax relief to Nebraska voters in 2020 if the Legislature does not act. Whether the Legislature takes another shot this session remains to be seen. "It's back to the drawing table for Nebraska property tax proposal."

Wednesday, the Legislature debated the budget package proposed by the Appropriations Committee. The budget was advanced with remarkable ease. The only significant change in the Committee's proposal was an amendment by Revenue Committee Chairwoman Lou Ann Linehan, which increased funding for the State's Property Tax Credit Cash Fund to the level recommended by the Governor. The Linehan amendment added \$25 million to the \$26 million proposed by the Appropriations Committee in funding for the fund designed to offer property tax relief through an income tax credit. The increase in property tax relief under the Linehan amendment came from reduced funding (of \$25 million) to the State's Cash Reserve Fund (rainy-day fund). Appropriations Committee Chairman John Stinner said the Linehan amendment was short-sighted and not financially responsible.

For more on the Legislature's budget debate and vote, see:

- "Budget package clears first round"
- "Lawmakers pick property tax credits over rainy-day fund, give first-round approval to \$9.3 billion budget"

Second round of debate will be on Tuesday.

The week concluded with first-round advancement of 27 bills on the <u>Legislature's Consent Calendar</u>, a means for fast-tracking legislation that is not controversial and advanced from committee without opposition. All bills were advanced by lunchtime Friday without much in the way of debate. Consent Calendar bills have been highlighted on the tracking chart for your reference.

| Nebras | Nebraska Travel Association | | | | | | | | |
|--------------|--|------------|----------------------|-----------------|--|---|---|--|--|
| Bill No. | Description | Sponsor(s) | Committee | Client Position | Hearing Date | Current Status | Notes | | |
| LB41 | Change provisions relating to transfers and uses of certain gaming taxes | Hilkemann | General Affairs | | 19.02.04 RM 1510 1:30 PM | General File w/AM244 | Albrecht Name Added; Hunt Name Added; General Affairs AM244 Filed | | |
| LB46 | Eliminate provisions relating to the hunting of mountain lions | Chambers | Natural Resources | | 19.02.21 RM 1525 1:30 PM | | | | |
| <u>LB57</u> | Prohibit regulation of short- term rentals and provide for taxation agreements | Morfeld | Urban Affairs | Support | 19.01.29 RM 1510 1:30 PM | Passed on Final Reading 46-0-3 Approved by Gov 19.03.07 | Nick testified in Support at Jan. 29 hearing; Wayne Explanation of Vote: would have voted Aye | | |
| <u>LB75</u> | Change terms of members of the Nebraska Grape and Winery Board | Williams | General Affairs | | 19.01.28 RM 1510 1:30 PM | Passed on Final Reading 45-0-4 Approved by Gov 19.03.07 | Wayne Explanation of Vote | | |
| <u>LB97</u> | Change provisions relating to highway funding | Wayne | Revenue | | 19.03.27 RM 1524 1:30 PM | | | | |
| <u>LB100</u> | State intent relating to an appropriation to the Nebraska State Historical Society | Wayne | Appropriations | | 19.03.01 RM 1003 1:30 PM | | | | |
| <u>LB105</u> | Designate corn as the state vegetable | Linehan | Executive | | 19.02.11 Executive Board 12:00 PM | | | | |
| LB126 | Provide for special landowner deer hunting permits as prescribed | Hughes | Natural Resources | | 19.01.23 RM 1525 1:30 PM | General File w/AM757 | Natural Resources AM757 Filed | | |
| LB127 | Redefine immediate family for purposes of limited permits for hunting | Hughes | Natural Resources | | 19.01.23 RM 1525 1:30 PM | Passed on Final Reading 45-0-4; Approved By | Natural Resources AM184 Filed; AM184 Adopted | | |

| | | | | | | Gov 19.03.21 | |
|--------------|---|-----------------------|----------------------|---------|--|---|---|
| LB128 | Provide for Wildlife Conservation Plates Change the Sports Arena Facility | Hughes | Transport & Telecom | Support | 19.02.05 Warner Chamber 1:30 PM 19.02.22 | | Wishart Name Added; Ask Lindstrom about |
| | Financing Assistance Act | | | Сирропо | RM 1524 1:30 PM | | adding ETJ |
| <u>LB225</u> | Appropriate funds to the Nebraska State Historical Society | Quick | Appropriations | | 19.03.01 RM 1003 1:30 PM | | Dorn Name Added |
| LB236 | Change access to sales and use tax information with respect to the Nebraska Advantage Transformational Tourism and Redevelopment Act | Crawford | Revenue | | 19.02.22 RM 1524 1:30 PM | General File | This bill does not affect the Act in a way that would have an effect on the travel and tourism industry |
| LB287 | Change and provide duties for the Game and Parks Commission and change provisions relating to stamps, permits, fees, and hunter orange display requirements as prescribed | Quick | Natural Resources | | 19.01.24 RM 1525 1:30 PM | General File | Natural Resources AM386 Filed |
| LB301 | Transfer duties under the Boiler Inspection Act, the Nebraska Amusement Ride Act, and the Conveyance Safety Act from the Department of Labor to the State Fire Marshal | Lowe - Gov Request | Business & Labor | Monitor | 19.01.28 RM 1524 1:30 PM | Passed on Final Reading w/Emergency Clause 44-0-5 Approved by Gov 19.03.07 | Lathrop AM257 Filed; AM257 Withdrawn; Lathrop AM299 Filed and Adopted; Lowe AM165 Filed and Adopted; Wayne Explanation of Vote |
| <u>LB310</u> | Change procedures for tax credits under the Nebraska Job Creation and Mainstreet Revitalization Act | Vargas | Revenue | | 19.02.13 RM 1524 1:30 PM | General File w/AM739 | Revenue AM739 Filed |

| <u>LB314</u> | Adopt the Remote Seller Sales Tax Collection Act and change revenue and taxation provisions | Briese | Revenue | Oppose | 19.02.14 RM 1524 1:30 PM | | Brandt Name Added; Wine/beer; Halloran Name Added; Letter of opposition distributed to committee members |
|--------------|--|-----------|------------------------|--------|--|--------------|--|
| LB378 | Change helmet provisions for autocycles, motorcycles, and mopeds | B. Hansen | Transport & Telecom | | 19.02.12 Warner Chamber 1:30 PM | | Linehan Name Added; Morfeld Name Added; Hilkemann AM1662, AM1663, AM1664, AM1659, and AM1665 Filed |
| <u>LB383</u> | Provide for an annual adjustment to the minimum wage | Quick | Business & Labor | | 19.02.11 RM 1524 1:30 PM | | |
| LB385 | Change election provisions for the board of trustees of the Nebraska State Historical Society | Erdman | Govt, Military & VA | | 19.02.13 RM 1507 1:30 PM | General File | |
| LB401 | Adopt the Midwest Interstate Passenger Rail Compact | Quick | Transport & Telecom | | 19.03.05 Warner Chamber 1:30 PM | | |
| LB447 | Provide for an exception to the State Personnel System for certain employees of the Nebraska State Historical Society | McDonnell | Govt, Military & VA | | 19.02.13 RM 1507 1:30 PM | General File | Gov AM548 Filed; AM548 Adopted; Consent Calendar |
| LB497 | Adopt the School District Property Tax Authority Act and change revenue and taxation provisions | Friesen | Revenue | Oppose | 19.02.14 RM 1524 1:30 PM | | Kolterman Name Added; Letter of opposition distributed to committee members |
| <u>LB507</u> | Impose sales tax on certain services and eliminate sales tax exemptions | Briese | Revenue | Oppose | 19.03.01 RM 1524 1:30 PM | | |
| <u>LB508</u> | Impose sales and use taxes on certain services, eliminate sales tax exemptions, and use the increased revenue for property tax credits | Briese | Revenue | Oppose | 19.03.01 RM 1524 1:30 PM | | |

| <u>LB564</u> | Change the Civic and Community Center Financing Act | Bolz | Urban Affairs | | 19.03.05 RM 1510 1:30 PM | General File w/AM1276 | Urban Affairs AM1276 Filed; AM1276 Adopted; Consent Calendar |
|--------------|--|----------|------------------------|---------|--------------------------------|--|--|
| LB584 | Change farm winery provisions and provide for a promotional special designated license | Hilgers | General Affairs | | 19.02.11 RM 1510 1:30 PM | General File w/AM903 | Slama Name Added; General Affairs AM903 Filed |
| LB624 | Change terms of members of the Nebraska Craft Brewery Board | Williams | General Affairs | | 19.02.04 RM 1510 1:30 PM | Passed on Final Reading 45-0-4 Approved by Gov 19.03.12 | ER34 Filed; ER34 Adopted |
| LB637 | Authorize sales of tourism promotional products by the Nebraska Tourism Commission | Stinner | Govt, Military & VA | Support | 19.03.01 RM 1507 1:30 PM | Passed on Final Reading w/Emergency Clause 49-0-0; Approved By Gov 19.04.24 | Gov AM238 Filed (adds E clause); Speaker Priority Bill; AM238 Adopted; ER64 Adopted |
| LB682 | Provide for taxing spirits as proof gallons | Vargas | General Affairs | | 19.03.25 RM 1510 1:30 PM | | |
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