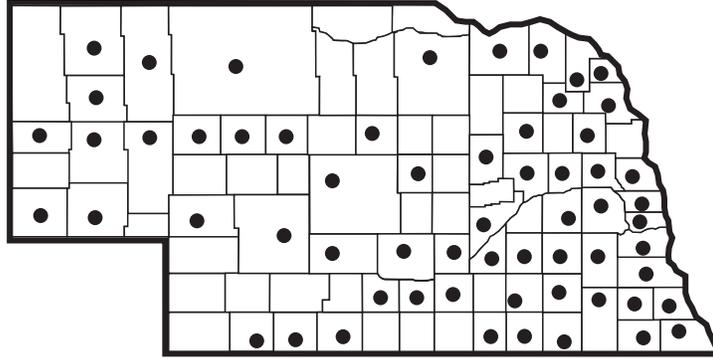


LB 775 Activity Through 12/31/2003



A company has to file an application with the Nebraska Department of Revenue describing their project and stating 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 written agreement. An application or an agreement can be withdrawn. Also, an application or agreement may be deleted for failure to meet the required levels within the time allowed.

	Applications Received	Active Projects	Planned Investment (billions)	Planned New Jobs
Signed Agreements				
Active	339	339	4.991	32,628
Withdrawn	50			
Deleted	72			
Completed	67			
Subtotal-total signed agreements	528			
Applications				
Pending as of 12/31/03	150	150	2.966	16,231
Withdrawn	76			
Deleted	83			
Total	837	489	\$7.957	48,859

To earn the credits provided by LB 775, the investment must be made and the jobs created during the “attainment period,” which includes the year of the application and the succeeding six tax years. Three hundred and forty-three projects have reached the minimum required levels and qualified to receive credits and/or sales and use tax refunds. Sixty-seven of these projects have received all expected benefits and are completed.

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

Application Year	Total Number of Active Projects	Year Verified																Total	Completed Projects	Active Qualified Projects
		1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003			
1987	90	13	30	23	11	1	6	4	1	1								90	52	
1988	29		2	10	6	3		2	3	2		1						29	10	19
1989	28			1	4	4	9	1	6	3								28	2	26
1990	15					4	2		4	4	1							15	2	13
1991	13					2	1	3	2	2		2	1					13		13
1992	16							3	4	2	3	2		1	1			16		16
1993	13								5	3	2	2	2					12		12
1994	22								6	4	7	3		1				21		20
1995	41									6	13	6	4	5	3	3		40		40
1996	33										2	9	8	2	3	4		29		29
1997	32												6	7	4	2	3	19		22
1998	26												3	1	1	3	3	8		11
1999	35													3	2	3	3	6		9
2000	34													1	3	2	2	4		6
2001	37														3	3				2
2002	55																			
2003	37																			
Total	556	13	32	34	21	14	18	13	31	27	28	23	*24	17	16	18	14	343	67	276
Completed Projects	67	13	21	18	9	1	3	0	1	0	1							67		
Active Projects	489	0	11	16	12	13	15	13	30	27	27	23	*24	17	16	18	14	276		

* One project withdrew their application after qualification verified.