

LEGISLATURE OF NEBRASKA
ONE HUNDRED EIGHTH LEGISLATURE
SECOND SESSION

LEGISLATIVE BILL 1342

Introduced by Wayne, 13.

Read first time January 17, 2024

Committee: Revenue

- 1 A BILL FOR AN ACT relating to revenue and taxation; to amend section
- 2 77-2704.13, Reissue Revised Statutes of Nebraska; to provide a sales
- 3 and use tax exemption for electricity and natural gas as prescribed;
- 4 to provide an operative date; and to repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 77-2704.13, Reissue Revised Statutes of Nebraska,
2 is amended to read:

3 77-2704.13 Sales and use taxes shall not be imposed on the gross
4 receipts from the sale, lease, or rental of and the storage, use, or
5 other consumption in this state of:

6 (1) Sales and purchases of electricity, coal, gas, fuel oil, diesel
7 fuel, tractor fuel, propane, gasoline, coke, nuclear fuel, butane, wood
8 as fuel, and corn as fuel when more than fifty percent of the amount
9 purchased is for use directly in irrigation or farming;

10 (2) Sales and purchases of such energy sources or fuels when more
11 than fifty percent of the amount purchased is for use directly in
12 processing, manufacturing, or refining, in the generation of electricity,
13 in the compression of natural gas for retail sale as a vehicle fuel, or
14 by any hospital. For purposes of this subdivision, processing includes
15 the drying and aerating of grain in commercial agricultural facilities;
16 and

17 (3) Sales and purchases of electricity and natural gas for
18 residential use; and

19 (4) (3) Sales and purchases of water used for irrigation of
20 agricultural lands and manufacturing purposes.

21 Sec. 2. This act becomes operative on October 1, 2024.

22 Sec. 3. Original section 77-2704.13, Reissue Revised Statutes of
23 Nebraska, is repealed.