



Nebraska Advantage Act Claim for Nebraska Personal Property Exemption

FORM 5725X

Name		Project Name	Project Number
Mailing Address		Project Location	County
City	State	Zip Code	Date of Application
Nebraska Taxpayer Identification Number		Tax Year End in which the levels of \$11 million in investment and 100 full-time equivalent employees were met.	Tax Years in which the levels were not maintained.

SECTION A — Turbine-powered Aircraft

1. Net book value of turbine-powered aircraft claimed (enter total from Nebraska Schedule I)..... \$

Approval Signature (For Department Use Only)	Date	Amount Approved
		\$

SECTION B — Computer Systems and Peripheral Components

2. Net book value of computer systems and peripheral components claimed (enter total from Nebraska Schedule II)..... \$

Approval Signature (For Department Use Only)	Date	Amount Approved
		\$

SECTION C — Agricultural Processing Equipment

3. Net book value of equipment claimed (enter total from Nebraska Schedule III) \$

Approval Signature (For Department Use Only)	Date	Amount Approved
		\$

SECTION D — Distribution Facility Equipment

4. Net book value of equipment claimed (enter total from Nebraska Schedule III) \$

Approval Signature (For Department Use Only)	Date	Amount Approved
		\$

Under penalties of law, I declare that I have examined this claim and any accompanying schedules, and to the best of my knowledge and belief, it is correct and complete.

**sign
here**

Authorized Signature _____

Title _____

Date _____

Please Print Name of Contact Person	Contact Person's E-Mail Address	Telephone Number ()
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FOR DEPARTMENT USE ONLY

Date Received	Date Reviewed	Reviewed by
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File this claim with:

NEBRASKA DEPARTMENT OF REVENUE, PROPERTY ASSESSMENT DIVISION, P.O. BOX 98919, LINCOLN, NE 68509-8919

INSTRUCTIONS

WHO MUST FILE. All taxpayers who have signed an agreement under the Nebraska Advantage Act (Act), in anticipation of qualifying for the exemption from certain personal property taxes, must file Form 5725X, Claim for Nebraska Personal Property Exemption, and any applicable schedules.

WHEN AND WHERE TO FILE. This claim must be filed with the Property Tax Administrator and a copy filed with the county assessor on or before May 1 of the year immediately following the signing of the agreement, and each year thereafter through the expiration of the exemptions allowed under the Act. **Failure to file properly will result in a waiver of the exemption for that year.** If the agreement is for a project (or projects) located in more than one county, a separate claim must be filed for each county.

SPECIFIC INSTRUCTIONS

These instructions also apply to Schedules I-III.

- A. The following classes of personal property as defined in [Neb. Rev. Stat. § 77-5725\(7\)\(b\)](#), must be listed on this claim.
1. Turbine-powered aircraft.
 2. Computer systems and peripheral components. Computer systems must be located in a separately supported environmentally controlled area to qualify for exemption.
 - Nebraska Schedule II requires that each peripheral component claimed as exempt be designated as either: (1) additional memory unit; (2) tape drive; (3) disk drive; (4) power supply; (5) cooling unit; (6) communication controller; or (7) data switch.
 - Nebraska Schedule II also requires a notation as to whether the item is located in an environmentally controlled area as described in Department of Revenue, Property Assessment Division [Regulations, Title 350, Chapter 43](#).
 3. Personal property involved directly in the manufacture or processing of agricultural products.
 4. Personal property used to store or move products in a distribution facility.
 5. For additional information regarding qualified property refer to the Department of Revenue, Property Assessment Division [Regulations, Title 350, Chapter 43](#).
- B. The property eligible for this exemption must be acquired after the date the application was filed.
- C. The claim must contain only the personal property qualifying for exemption under the Act, and must be a cumulative listing of all of the property acquired since the appropriate date specified in paragraph B, excluding property with a zero net book value. Items acquired before the appropriate date DO NOT QUALIFY for exemption.
- D. For purposes of determining net book value, the date acquired is the date the owner acquired the item. This is true for purchases as well as leased items.
- E. For leased items, “Date Acquired” on the schedules must contain the date the lessor (owner) acquired the items. For purposes of determining eligibility for the exemption, the date the lessee took possession of the item shall be included in the “Make/Description” box on the schedules.
- F. “Nebraska Adjusted Basis” means the total purchase price of each item including, but not limited to: freight; installation; taxes; and fees. Enter whole dollars only.
- G. “Recovery Period” means the period over which the value of property will be depreciated for Nebraska property tax purposes. Table 2 of the [Nebraska Personal Property Return](#) includes recovery periods for some assets. If you have property not contained in Table 2, use the federal MACRS recovery period.
- H. “Depreciation Factor” means the percentage found in Table 1 of the Nebraska Personal Property Return for the appropriate recovery period and year acquired.
- I. “Net Book Value” means is the Nebraska adjusted basis of the tangible personal property multiplied by the appropriate depreciation factor for the recovery period and year acquired.
- J. Property acquired after the appropriate date specified in paragraph B, but subsequently disposed of, must continue to appear on the schedule for one year after disposal. This property will be listed in the same manner as all other property, except the word “DELETE” must be entered in the “Net Book Value” column.
- K. Turbine-powered aircraft are to be listed on [Form 5725X, Schedule I](#). Mainframe business computers and peripheral computer components must be listed on [Form 5725X, Schedule II](#). [Form 5725X, Schedule III](#) must be used for other qualifying business equipment. Separate Schedules III should be completed for agricultural production equipment and distribution facility equipment.