

AMENDMENTS TO LB 367

(Amendments to Standing Committee amendments, AM911)

Introduced by White, 8

1 1. Insert the following new sections:

2 Sec. 7. Section 77-2715.07, Revised Statutes Cumulative
3 Supplement, 2006, is amended to read:

4 77-2715.07 (1) There shall be allowed to qualified
5 resident individuals as a nonrefundable credit against the income
6 tax imposed by the Nebraska Revenue Act of 1967:

7 (a) A credit equal to the federal credit allowed under
8 section 22 of the Internal Revenue Code; and

9 (b) A credit for taxes paid to another state as provided
10 in section 77-2730.

11 (2) There shall be allowed to qualified resident
12 individuals against the income tax imposed by the Nebraska Revenue
13 Act of 1967:

14 (a) For returns filed reporting federal adjusted
15 gross incomes of greater than twenty-nine thousand dollars, a
16 nonrefundable credit equal to twenty-five percent of the federal
17 credit allowed under section 21 of the Internal Revenue Code of
18 1986, as amended;

19 (b) For returns filed reporting federal adjusted gross
20 income of twenty-nine thousand dollars or less, a refundable credit
21 equal to a percentage of the federal credit allowable under section
22 21 of the Internal Revenue Code of 1986, as amended, whether or

1 not the federal credit was limited by the federal tax liability.
2 The percentage of the federal credit shall be one hundred percent
3 for incomes not greater than twenty-two thousand dollars, and
4 the percentage shall be reduced by ten percent for each one
5 thousand dollars, or fraction thereof, by which the reported
6 federal adjusted gross income exceeds twenty-two thousand dollars;

7 (c) A refundable credit for individuals who qualify for
8 an income tax credit as an owner of agricultural assets under the
9 Beginning Farmer Tax Credit Act for all taxable years beginning or
10 deemed to begin on or after January 1, 2001, under the Internal
11 Revenue Code of 1986, as amended; and a refundable credit as
12 provided in section 77-5209.01 for individuals who qualify for an
13 income tax credit as a qualified beginning farmer or livestock
14 producer under the Beginning Farmer Tax Credit Act for all taxable
15 years beginning or deemed to begin on or after January 1, 2006,
16 under the Internal Revenue Code of 1986, as amended;

17 (d) A refundable credit for individuals who qualify for
18 an income tax credit under the Nebraska Advantage Microenterprise
19 Tax Credit Act or the Nebraska Advantage Research and Development
20 Act; and

21 (e) A refundable credit equal to eight percent of the
22 federal credit allowed under section 32 of the Internal Revenue
23 Code of 1986, as amended.

24 (3) There shall be allowed to all individuals as a
25 nonrefundable credit against the income tax imposed by the Nebraska
26 Revenue Act of 1967:

27 (a) A credit for personal exemptions allowed under

1 section 77-2716.01; and

2 (b) A credit for contributions to certified community
3 betterment programs as provided in the Community Development
4 Assistance Act. Each partner, each shareholder of an electing
5 subchapter S corporation, each beneficiary of an estate or trust,
6 or each member of a limited liability company shall report his or
7 her share of the credit in the same manner and proportion as he
8 or she reports the partnership, subchapter S corporation, estate,
9 trust, or limited liability company income.

10 (4) There shall be allowed as a credit against the income
11 tax imposed by the Nebraska Revenue Act of 1967:

12 (a) A credit to all resident estates and trusts for taxes
13 paid to another state as provided in section 77-2730; and

14 (b) A credit to all estates and trusts for contributions
15 to certified community betterment programs as provided in the
16 Community Development Assistance Act.

17 (5) There shall be allowed to all business firms as a
18 credit against the income tax imposed by the Nebraska Revenue Act
19 of 1967 a credit as provided in section 77-27,222.

20 (6) For taxable years beginning or deemed to begin on
21 or after January 1, 2007, there shall be allowed to resident
22 individuals against the tax imposed by the Nebraska Revenue Act
23 of 1967 a refundable credit for motor vehicle taxes paid on all
24 passenger cars, as defined in section 60-345, and trucks, as
25 defined in section 60-356, registered for three tons or less,
26 of the taxpayer. The amount of the credit shall be the motor
27 vehicle taxes paid on such automobiles during the tax year, but

1 not to exceed one hundred fifty dollars. The Tax Commissioner
2 shall develop a form for use by the taxpayer and the Department
3 of Revenue which provides sufficient proof of ownership and motor
4 vehicle taxes paid in the tax year. Every biennium, the Legislature
5 shall reexamine the amount of this tax credit based on economic
6 conditions, fiscal conditions, and other relevant factors.

7 Sec. 12. Original section 77-2715.07, Revised Statutes
8 Cumulative Supplement, 2006, is repealed.