

LEGISLATURE OF NEBRASKA
ONE HUNDREDTH LEGISLATURE
FIRST SESSION
LEGISLATIVE BILL 687

Introduced by Karpisek, 32; Fulton, 29; Howard, 9

Read first time January 17, 2007

Committee: Revenue

A BILL

1 FOR AN ACT relating to revenue and taxation; to amend section
2 77-3504, Reissue Revised Statutes of Nebraska; to
3 redefine household income for homestead exemption
4 purposes; and to repeal the original section.
5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 77-3504, Reissue Revised Statutes of
2 Nebraska, is amended to read:

3 77-3504 Household income means the total federal adjusted
4 gross income, as defined in the Internal Revenue Code, plus (1) any
5 Nebraska adjustments increasing the total federal adjusted gross
6 income, and (2) any interest or dividends received by the owner
7 regarding obligations of the State of Nebraska or any political
8 subdivision, authority, commission, or instrumentality thereof to
9 the extent excluded in the computation of gross income for federal
10 income tax purposes, ~~and (3) any social security or railroad~~
11 ~~retirement benefit to the extent excluded in the computation of~~
12 ~~gross income for federal income tax purposes,~~ of the claimant
13 and spouse, and any additional owners who are natural persons and
14 who occupy the homestead, for the taxable year of the claimant
15 immediately prior to the year for which the claim for exemption
16 is made, less all medical expenses actually incurred and paid by
17 the claimant, his or her spouse, or any owner-occupant which are
18 in excess of four percent of household income calculated prior to
19 the deduction for medical expenses. For purposes of this section,
20 medical expenses means the costs of health insurance premiums and
21 the costs of goods and services purchased from a person licensed
22 under Chapter 71, article 1 or 47, or a health care facility
23 or health care service licensed under the Health Care Facility
24 Licensure Act for purposes of restoring or maintaining health,
25 including insulin and prescription medicine but not including

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1 nonprescription medicine.

2 Sec. 2. Original section 77-3504, Reissue Revised

3 Statutes of Nebraska, is repealed.