



Hundredth Legislature - Second Session - 2008
Introducer's Statement of Intent
LB 1000

Chairperson: Ray Janssen
Committee: Revenue
Date of Hearing: February 14, 2008

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB 1000 is a property and income tax relief package.

First, LB 1000 grants \$100 million in property tax relief for Nebraskans for tax year 2008:

Second, LB 1000 provides for income tax relief by allowing for more of the income of Nebraskans to be taxed at the lowest income tax rate.

The lowest tax rate would be changed to apply as follows:

- A single return increases from \$2,400 to \$5,000,
- Married filing joint returns increase from \$4,800 to \$10,000,
- Head-of-household returns increase from \$4,500 to \$8,000,
- Married filing separate returns increase from \$2,400 to \$5,000, and
- Estates and trusts increase from \$500 to \$1,000.

By increasing the amount of income allowed in the lowest tax bracket, LB 1000 grants \$99 million in income tax relief:

- \$33 million by June 30, 2008
- \$33 million by June 30, 2009
- \$33 million by June 30, 2010

Principal Introducer:

Senator Pete Pirsch