



Hundredth Legislature - First Session - 2007  
**Introducer's Statement of Intent**  
**LB 331**

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**Chairperson:** Ray Janssen  
**Committee:** Revenue  
**Date of Hearing:** January 31, 2007

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

LB 331 would reduce state taxes more than \$200 million annually. It would repeal the Nebraska estate tax and generation-skipping transfer tax, eliminate the sales tax on construction labor on commercial properties, and significantly revise the income tax. With regard to the individual income tax, the bill would 1) reduce the number of brackets from four to three, 2) broaden the size of the income tax brackets, 3) increase the standard deductions for married individuals so that they are twice the single standard deductions, 4) adjust the brackets for inflation beginning in 2011, and 5) reduce the income tax rate on the highest bracket over three years.

**Principal Introducer:** \_\_\_\_\_  
**Senator Ray Janssen**