



Hundredth Legislature - First Session - 2007
Introducer's Statement of Intent
LB 502

Chairperson: Ray Janssen
Committee: Revenue
Date of Hearing: February 28, 2007

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

LB 502 would change inheritance tax rates for all transfers. Under current law, the rate of tax for transfers to immediate family members is one percent of the clear market value of the property in excess of ten thousand dollars received by each person. LB 502 would change this to one percent in excess of one hundred thousand dollars. This dollar amount has not been changed since the law was originally passed in 1901.

The rate for transfers to remote family members would be changed from six percent of the clear market value of the property received by each person in excess of two thousand dollars to ten percent in excess of twenty-five thousand dollars. LB 502 would also change the transfer rate for all other classes, simplifying the process so that the rate of tax shall be eighteen percent on the clear market value of the beneficial interests in excess of twenty-five thousand dollars.

Principal Introducer: _____
Senator Mick Mines