



**One Hundred First Legislature - First Session - 2009**  
**Introducer's Statement of Intent**  
**LB 405**

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**Chairperson:** Abbie Cornett  
**Committee:** Revenue  
**Date of Hearing:** January 30, 2009

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

Under current law, irrevocable planned gifts to Nebraska permanent endowments are eligible for a tax credit equal to 15% of present value of the gift. LB 405 would a.) revise the credit to make it more effective and b.) place a cap on the cumulative amount of credits that could be eligible in any calendar year.

Under LB 405, the credit would be 50% of the present value of a planned gift by an individual or S Corporation with a maximum of \$10,000 per year. There would be a 25% credit for cash gifts by individuals and Corporations, with a \$10,000 maximum. The credits could be carried forward five years.

The maximum credits available under the program in a calendar year would be \$3,500,000. The act would be effective January 1, 2009 and would sunset on January 1, 2016.

**Principal Introducer:** \_\_\_\_\_  
**Senator Abbie Cornett**