

One Hundred Second Legislature - Second Session - 2012

Introducer's Statement of Intent

LB970

Chairperson: Senator Abbie Cornett

Committee: Revenue

Date of Hearing: January 26, 2012

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

LB 970 would reduce three separate taxes. First, the individual state income tax would be reduced by lowering current tax rates and expanding current income brackets. The bill would also reduce the current top corporate income tax rate from 7.81% to 6.70% which would match the top individual income tax rate under the proposal. Finally, the bill proposes to repeal the inheritance tax in its entirety. This is the tax that is imposed upon beneficiaries of decedents. In 2007, the State of Nebraska repealed the estate tax, which was the tax that had been imposed upon assets of the person who passed away.

Principal Introducer: _____

Senator Abbie Cornett