

One Hundred Fourth Legislature - First Session - 2015

Introducer's Statement of Intent

LB372

Chairperson: Senator Mike Gloor

Committee: Revenue

Date of Hearing: February 11, 2015

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

LB372 would establish a First-time Home Buyer Savings Plan. It would allow individuals to set aside funds with a financial institution, for the purpose of contributions and earnings to be used toward the down payment and closing costs relating to the first-time purchase of a single family residence in the state of Nebraska.

The bill would allow parents, grandparents and other parties to set aside funds up to \$50,000 to assist a child, grandchild, or other qualifying beneficiary with a down payment and allowed closing costs for the first-time purchase of a single family residence.

Contributions and subsequent earnings would be free from state income tax when used for the required purpose. Account holders would be allowed to contribute up to a total of \$50,000 in principal, what an aggregate limit of \$150,000.

Principal Introducer: _____

Senator Joni Craighead