

One Hundred Fifth Legislature - Second Session - 2018

Introducer's Statement of Intent

LB881

Chairperson: Senator Jim Smith

Committee: Revenue

Date of Hearing: January 18, 2018

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

LB881 is intended to make clear that life insurance proceeds receivable by a trustee of an inter vivos trust or a testamentary trust are not subject to inheritance tax, as they are non-probate assets. This codifies at least 40 years of practice, in which life insurance proceeds not payable to an estate are not subject to inheritance tax.

Principal Introducer: _____

Senator Paul Schumacher