

LEGISLATURE OF NEBRASKA  
ONE HUNDRED SIXTH LEGISLATURE  
FIRST SESSION

**LEGISLATIVE BILL 663**

Introduced by Friesen, 34.

Read first time January 23, 2019

Committee: Revenue

1 A BILL FOR AN ACT relating to revenue and taxation; to amend section  
2 77-118, Reissue Revised Statutes of Nebraska; to change provisions  
3 relating to Nebraska adjusted basis; and to repeal the original  
4 section.

5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 77-118, Reissue Revised Statutes of Nebraska, is  
2 amended to read:

3 77-118 (1) Nebraska adjusted basis shall mean the adjusted basis of  
4 property as determined under the Internal Revenue Code increased by the  
5 total amount allowed under the code for depreciation or amortization or  
6 pursuant to an election to expense depreciable property under section 179  
7 of the code.

8 (2) For purchases of depreciable personal property occurring on or  
9 after January 1, 2018, ~~if and before January 1, 2020, if there is an~~  
10 ~~election to expense the depreciable property under section 179 of the~~  
11 ~~code and~~ similar personal property is traded in as part of the payment  
12 for the newly acquired property, the Nebraska adjusted basis shall be the  
13 remaining federal tax basis ~~net book value~~ of the property traded in,  
14 plus the additional amount that was paid by the taxpayer for the newly  
15 acquired property.

16 Sec. 2. Original section 77-118, Reissue Revised Statutes of  
17 Nebraska, is repealed.