

**ONE HUNDRED SEVENTH LEGISLATURE - FIRST SESSION - 2021**  
**COMMITTEE STATEMENT**  
**LB64**

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**Hearing Date:** Thursday February 25, 2021  
**Committee On:** Revenue  
**Introducer:** Lindstrom  
**One Liner:** Change provisions relating to the taxation of social security benefits

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**Roll Call Vote - Final Committee Action:**  
Advanced to General File with amendment(s)

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**Vote Results:**  
**Aye:** 6 Senators Albrecht, Briese, Flood, Lindstrom, Linehan, Pahls  
**Nay:**  
**Absent:**  
**Present Not Voting:** 2 Senators Bostar, Friesen

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**Oral Testimony:**

<b>Proponents:</b> Senator Brett Lindstrom Jina Ragland	<b>Representing:</b> Introducer AARP Nebraska
<b>Opponents:</b>	<b>Representing:</b>
<b>Neutral:</b>	<b>Representing:</b>

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**Submitted Written Testimony:**

<b>Proponents:</b> Jason Hayes Deloris Tonack	<b>Representing:</b> NSEA NSEA - Retired
<b>Opponents:</b> Renee Fry	<b>Representing:</b> OpenSky Policy Institute
<b>Neutral:</b>	<b>Representing:</b>

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**Summary of purpose and/or changes:**

LB64 would phase-out the income tax on social security income.

Beginning with tax year 2021, the exempt amount would be 20% of such income, to the extent it was included in federal adjusted gross income. The rate of exemption would continue as follows:

Tax Year 2022 40%  
Tax Year 2023 60%

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Tax Year 2024 80%  
Tax Year 2025 100%

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**Explanation of amendments:**

The amendment extends the phaseout of taxation of social security benefits from 5 years to 10 years. The amendment reduces the percentage of exempt income accordingly.

The Committee voted to adopt AM473 to LB64

8 Yes - Linehan, Lindstrom, Albrecht, Bostar, Briese, Flood, Friesen, Pahls

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Lou Ann Linehan, Chairperson