

**One Hundred Seventh Legislature - First Session - 2021**

**Introducer's Statement of Intent**

**LB680**

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**Chairperson: Senator Lou Ann Linehan**

**Committee: Revenue**

**Date of Hearing: February 25, 2021**

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

Business that are formed as pass-through entities, such as Subchapter S Corporations, partnerships and Limited Liability Companies, do not pay corporate income tax. They distribute income to their partners or shareholders who then pay individual income tax on their distributions. LB680 would reduce the top corporate income tax rate of 7.81 percent to match the top individual income tax rate of 6.84 percent, thereby creating parity between businesses regardless of their legal form.

**Principal Introducer:** \_\_\_\_\_

**Senator Lou Ann Linehan**