

ONE HUNDRED SEVENTH LEGISLATURE - SECOND SESSION - 2022
COMMITTEE STATEMENT
LB723

Hearing Date: Wednesday January 19, 2022
Committee On: Revenue
Introducer: Briese
One Liner: Change provisions relating to the calculation of tax credits under the Nebraska Property Tax Incentive Act

Roll Call Vote - Final Committee Action:

Advanced to General File

Vote Results:

Aye:	7	Senators Albrecht, Briese, Flood, Lindstrom, Linehan, Pahls, Friesen
Nay:		
Absent:		
Present Not Voting:	1	Senator Bostar

Oral Testimony:

Proponents:

Senator Tom Briese
Mark McHargue

Ken Herz
Al Juhnke
David Grimes
Merlyn Nielsen

Representing:

Introducer
Nebraska Farm Bureau, NE Soybean, NE Corn Growers,
NE Pork Producers
NE Cattlemen, NE Corn Growers
NE Pork Producers Assoc
Self
Fair Nebraska

Opponents:

Tiffany Friesen Milone

Representing:

OpenSky Policy Institute

Neutral:

Representing:

Summary of purpose and/or changes:

LB723 creates a floor for the amount of the refundable income tax credit for school district taxes levied. The floor will be the amount of credits currently available for 2023 which is approximately \$548,000,000.

Beginning with tax year 2024 and each tax year thereafter, the credit percentage will be set at the prior year's amount of tax credits increased by the allowable growth percentage. The allowable growth percentage increase will be calculated by the Department of Revenue. The allowable growth percentage increase will be the increase in the total assessed value of all real property from the prior year to the current year. The allowable growth percentage shall not exceed 5% in any one year.

Lou Ann Linehan, Chairperson