

LEGISLATURE OF NEBRASKA  
NINETY-EIGHTH LEGISLATURE  
SECOND SESSION  
**LEGISLATIVE BILL 975**

Introduced by Landis, 46

Read first time January 9, 2004

Committee: Revenue

A BILL

1 FOR AN ACT relating to revenue and taxation; to amend sections  
2 77-2701.01 and 77-2701.02, Reissue Revised Statutes of  
3 Nebraska; to change income tax and sales tax rates as  
4 prescribed; and to repeal the original sections.  
5 Be it enacted by the people of the State of Nebraska,

1           Section 1. Section 77-2701.01, Reissue Revised Statutes  
2 of Nebraska, is amended to read:

3           77-2701.01. Pursuant to section 77-2715.01, for all  
4 taxable years beginning or deemed to begin on or after January 1,  
5 1990, and before January 1, 1991, under the Internal Revenue Code  
6 of 1986, as amended, the rate of the income tax levied pursuant to  
7 section 77-2715 shall be three and forty-three-hundredths percent.  
8 Pursuant to section 77-2715.01, for all taxable years beginning or  
9 deemed to begin on or after January 1, 1991, and before January 1,  
10 2004, under the Internal Revenue Code of 1986, as amended, the rate  
11 of the income tax levied pursuant to section 77-2715 shall be three  
12 and seventy-hundredths percent. Pursuant to section 77-2715.01,  
13 for all taxable years beginning or deemed to begin on or after  
14 January 1, 2004, under the Internal Revenue Code of 1986, as  
15 amended, the rate of income tax levied pursuant to section 77-2715  
16 shall be XXX percent.

17           Sec. 2. Section 77-2701.02, Reissue Revised Statutes of  
18 Nebraska, is amended to read:

19           77-2701.02. Pursuant to section 77-2715.01:

20           (1) Until July 1, 1998, the rate of the sales tax levied  
21 pursuant to section 77-2703 shall be five percent;

22           (2) Commencing July 1, 1998, and until July 1, 1999, the  
23 rate of the sales tax levied pursuant to section 77-2703 shall be  
24 four and one-half percent;

25           (3) Commencing July 1, 1999, and until the start of the  
26 first calendar quarter after July 20, 2002, the rate of the sales  
27 tax levied pursuant to section 77-2703 shall be five percent; ~~and~~

28           (4) Commencing on the start of the first calendar quarter

1 after July 20, 2002, and until October 1, 2004, the rate of the  
2 sales tax levied pursuant to section 77-2703 shall be five and  
3 one-half percent; and

4 (5) Commencing October 1, 2004, the rate of the sales tax  
5 levied pursuant to section 77-2703 shall be XXX percent.

6 Sec. 3. Original sections 77-2701.01 and 77-2701.02,  
7 Reissue Revised Statutes of Nebraska, are repealed.