

ONE HUNDRED FIFTH LEGISLATURE - SECOND SESSION - 2018
COMMITTEE STATEMENT
LB881

Hearing Date: Thursday January 18, 2018
Committee On: Revenue
Introducer: Schumacher
One Liner: Change inheritance tax provisions relating to life insurance proceeds

Roll Call Vote - Final Committee Action:
Advanced to General File

Vote Results:

Aye: 8 Senators Friesen, Groene, Harr, Larson, Lindstrom, Schumacher,
Smith, Brasch

Nay:

Absent:

Present Not Voting:

Verbal Testimony:

Proponents:

Senator Paul Schumacher
William Lindsay Jr.
Sarah Curry
James Dobler

Representing:

Introducer
Nebraska State Bar Association
Platte Institute
Professional Insurance Agents of Nebraska

Opponents:

Representing:

Neutral:

Representing:

Summary of purpose and/or changes:

LB881 is intended to make clear that life insurance proceeds receivable by a trustee of an inter vivos trust or a testamentary trust are not subject to inheritance tax, as they are nonprobate assets. This codifies at least 40 years of practice, in which life insurance proceeds not payable to an estate are not subject to inheritance tax.

Jim Smith, Chairperson