

ONE HUNDRED SIXTH LEGISLATURE - SECOND SESSION - 2020
COMMITTEE STATEMENT
LB865

Hearing Date: Wednesday January 29, 2020
Committee On: Revenue
Introducer: Wayne
One Liner: Change income tax provisions relating to the Nebraska educational savings plan trust and authorize employer contributions to the trust

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

Vote Results:

Aye:	6	Senators Linehan, Lindstrom, Kolterman, Groene, Crawford, Briese
Nay:		
Absent:		
Present Not Voting:	2	Senators Friesen, McCollister

Oral Testimony:

Proponents:

Senator Justin Wayne
John Murante

Representing:

Introducer
Nebraska State Treasurer

Opponents:

Representing:

Neutral:

Representing:

Summary of purpose and/or changes:

The bill would allow participants in the Nebraska Educational Savings Plan Trust ("NEST") to deduct an employer contribution to the participant's account to the extent the employer contribution was included in federal adjusted gross income of the participant.

Employer contribution means a contribution that is made by an employer to the account of a participant who is an employee of such employer.

The bill also allows an individual to designate that a tax refund due on the Nebraska individual income tax return be contributed to their account.

The bill makes necessary changes to definitions within the NEST statutes and simplifies the definition of a "matching contribution" by an employer.

The bill is effective for tax years beginning or deemed to begin on or after January 1, 2021.
