

One Hundred Sixth Legislature - Second Session - 2020

Introducer's Statement of Intent

LB1203

Chairperson: Senator Lou Ann Linehan

Committee: Revenue

Date of Hearing: February 12, 2020

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

The bill would clarify the foreign dividend deduction for Nebraska income tax purposes. This is a result of the federal Tax Cuts and Job Act of 2017 that provides for repatriation of income by U.S. corporations or shareholders from controlled foreign corporations. Such income would be treated as a foreign dividend or deemed dividend for Nebraska purposes, thereby allowing such income to be deducted on the Nebraska return.

Principal Introducer: _____

Senator Lou Ann Linehan