

AMENDMENTS TO LB919

(Amendments to Standing Committee amendments, AM2513)

Introduced by Hansen, M., 26.

1 1. Strike sections 1 and 2 and insert the following new section:

2 Section 1. Section 77-2715.03, Reissue Revised Statutes of Nebraska,  
3 is amended to read:

4 77-2715.03 (1) For taxable years beginning or deemed to begin on or  
5 after January 1, 2013, and before January 1, 2014, the following brackets  
6 and rates are hereby established for the Nebraska individual income tax:

7 Individual Income Tax Brackets and Rates

8 Bracket	Single	Married,	Head of	Married,	Estates	Tax
9 Number	Individuals	Filing	Household	Filing	and	Rate
10		Jointly		Separate	Trusts	
11 1	\$0-2,399	\$0-4,799	\$0-4,499	\$0-2,399	\$0-499	2.46%
12 2	\$2,400-	\$4,800-	\$4,500-	\$2,400-	\$500-	
13	17,499	34,999	27,999	17,499	4,699	3.51%
14 3	\$17,500-	\$35,000-	\$28,000-	\$17,500-	\$4,700-	
15	26,999	53,999	39,999	26,999	15,149	5.01%
16 4	\$27,000	\$54,000	\$40,000	\$27,000	\$15,150	
17	and Over	and Over	and Over	and Over	and Over	6.84%

18 (2) For taxable years beginning or deemed to begin on or after  
19 January 1, 2014, the following brackets and rates are hereby established  
20 for the Nebraska individual income tax:

21 Individual Income Tax Brackets and Rates

22 Bracket	Single	Married,	Head of	Married,	Estates	Tax
23 Number	Individuals	Filing	Household	Filing	and	Rate
24		Jointly		Separate	Trusts	
25 1	\$0-2,999	\$0-5,999	\$0-5,599	\$0-2,999	\$0-499	2.46%

1	2	\$3,000-	\$6,000-	\$5,600-	\$3,000-	\$500-	
2		17,999	35,999	28,799	17,999	4,699	3.51%
3	<u>3</u>	<u>\$18,000-</u>	<u>\$36,000-</u>	<u>\$28,800-</u>	<u>\$18,000-</u>	<u>\$4,700-</u>	
4		<u>28,999</u>	<u>57,999</u>	<u>42,999</u>	<u>28,999</u>	<u>15,149</u>	<u>Rate 1</u>
5	<u>4</u>	<u>\$29,000</u>	<u>\$58,000</u>	<u>\$43,000</u>	<u>\$29,000</u>	<u>\$15,150</u>	
6		<u>and Over</u>	<u>and Over</u>	<u>and Over</u>	<u>and Over</u>	<u>and Over</u>	<u>Rate 2</u>
7	<del>3</del>	<del>\$18,000-</del>	<del>\$36,000-</del>	<del>\$28,800-</del>	<del>\$18,000-</del>	<del>\$4,700-</del>	
8		<del>28,999</del>	<del>57,999</del>	<del>42,999</del>	<del>28,999</del>	<del>15,149</del>	<del>5.01%</del>
9	<del>4</del>	<del>\$29,000</del>	<del>\$58,000</del>	<del>\$43,000</del>	<del>\$29,000</del>	<del>\$15,150</del>	
10		<del>and Over</del>	<del>and Over</del>	<del>and Over</del>	<del>and Over</del>	<del>and Over</del>	<del>6.84%</del>

11 For purposes of this subsection:

12 (a) Rate 1 shall be:

13 (i) 5.01% for taxable years beginning or deemed to begin on or after  
14 January 1, 2014, and before January 1, 2023; and

15 (ii) 4.01% for taxable years beginning or deemed to begin on or  
16 after January 1, 2023; and

17 (b) Rate 2 shall be:

18 (i) 6.84% for taxable years beginning or deemed to begin on or after  
19 January 1, 2014, and before January 1, 2023;

20 (ii) 6.64% for taxable years beginning or deemed to begin on or  
21 after January 1, 2023, and before January 1, 2024;

22 (iii) 6.44% for taxable years beginning or deemed to begin on or  
23 after January 1, 2024, and before January 1, 2025;

24 (iv) 6.24% for taxable years beginning or deemed to begin on or  
25 after January 1, 2025, and before January 1, 2026; and

26 (v) 5.99% for taxable years beginning or deemed to begin on or after  
27 January 1, 2026.

28 (3)(a) For taxable years beginning or deemed to begin on or after  
29 January 1, 2015, the minimum and maximum dollar amounts for each income  
30 tax bracket provided in subsection (2) of this section shall be adjusted

1 for inflation by the percentage determined under subdivision (3)(b) of  
2 this section. The rate applicable to any such income tax bracket shall  
3 not be changed as part of any adjustment under this subsection. The  
4 minimum and maximum dollar amounts for each income tax bracket as  
5 adjusted shall be rounded to the nearest ten-dollar amount. If the  
6 adjusted amount for any income tax bracket ends in a five, it shall be  
7 rounded up to the nearest ten-dollar amount.

8 (b)(i) For taxable years beginning or deemed to begin on or after  
9 January 1, 2015, and before January 1, 2018, the Tax Commissioner shall  
10 adjust the income tax brackets by the percentage determined pursuant to  
11 the provisions of section 1(f) of the Internal Revenue Code of 1986, as  
12 it existed prior to December 22, 2017, except that in section 1(f)(3)(B)  
13 of the code the year 2013 shall be substituted for the year 1992. For  
14 2015, the Tax Commissioner shall then determine the percent change from  
15 the twelve months ending on August 31, 2013, to the twelve months ending  
16 on August 31, 2014, and in each subsequent year, from the twelve months  
17 ending on August 31, 2013, to the twelve months ending on August 31 of  
18 the year preceding the taxable year. The Tax Commissioner shall prescribe  
19 new tax rate schedules that apply in lieu of the schedules set forth in  
20 subsection (2) of this section.

21 (ii) For taxable years beginning or deemed to begin on or after  
22 January 1, 2018, the Tax Commissioner shall adjust the income tax  
23 brackets based on the percentage change in the Consumer Price Index for  
24 All Urban Consumers published by the federal Bureau of Labor Statistics  
25 from the twelve months ending on August 31, 2016, to the twelve months  
26 ending on August 31 of the year preceding the taxable year. The Tax  
27 Commissioner shall prescribe new tax rate schedules that apply in lieu of  
28 the schedules set forth in subsection (2) of this section.

29 (4) Whenever the tax brackets or tax rates are changed by the  
30 Legislature, the Tax Commissioner shall update the tax rate schedules to  
31 reflect the new tax brackets or tax rates and shall publish such updated

1 schedules.

2 (5) The Tax Commissioner shall prepare, from the rate schedules, tax  
3 tables which can be used by a majority of the taxpayers to determine  
4 their Nebraska tax liability. The design of the tax tables shall be  
5 determined by the Tax Commissioner. The size of the tax table brackets  
6 may change as the level of income changes. The difference in tax between  
7 two tax table brackets shall not exceed fifteen dollars. The Tax  
8 Commissioner may build the personal exemption credit and standard  
9 deduction amounts into the tax tables.

10 (6) For taxable years beginning or deemed to begin on or after  
11 January 1, 2013, the tax rate applied to other federal taxes included in  
12 the computation of the Nebraska individual income tax shall be 29.6  
13 percent.

14 (7) The Tax Commissioner may require by rule and regulation that all  
15 taxpayers shall use the tax tables if their income is less than the  
16 maximum income included in the tax tables.

17 2. Renumber the remaining sections, correct internal references, and  
18 correct the repealer accordingly.