

One Hundred Seventh Legislature - First Session - 2021

Introducer's Statement of Intent

LB681

Chairperson: Senator Lou Ann Linehan

Committee: Revenue

Date of Hearing: March 04, 2021

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

LB681 would conform Nebraska to the federal changes regarding “529 Plans” under the College Savings Plan Program.

The federal changes allow for contributions to a plan to be used to pay tuition at an elementary or secondary school of choice. LB681 would allow such contributions to qualify for the existing 529 Plan deduction of up to \$5,000 for married filing separate taxpayers or \$10,000 for all other returns.

The Act would become operative on January 1, 2022. Therefore, the deduction would become effective for tax years beginning or deemed to begin on or after January 1, 2022.

Principal Introducer: _____

Senator Lou Ann Linehan