

ONE HUNDRED EIGHTH LEGISLATURE - SECOND SESSION - 2024
COMMITTEE STATEMENT
LB350

Hearing Date: Wednesday March 15, 2023
Committee On: Revenue
Introducer: Wayne
One Liner: Adopt the Pioneer Economic Tax Credit Act

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

Vote Results:

Aye: 8 Senators Albrecht, Bostar, Dungan, Kauth, Linehan, Meyer, Murman,
von Gillern
Nay:
Absent:
Present Not Voting:

Testimony:

Proponents: Senator Justin Wayne	Representing: Opening Presenter
Opponents:	Representing:
Neutral:	Representing:

* ADA Accommodation Written Testimony

Summary of purpose and/or changes:

LB 350 creates the Pioneer Economic Tax Credit Act and harmonizes provisions under the statute in accordance with the Act. The Act establishes a framework to allow donors to qualified organizations performing certain qualified activities to receive a tax credit for the donation.

Section 1. Creates a new statute naming the Pioneer Economic Tax Credit Act and providing a citation as such.

Section 2. Creates a new statute providing definitions for seven different terms under the Act: community development financial institutions, department, eligible activity, iHub, intermodal facility, quality organization, and tax credit.

Section 3. Creates a new statute that establishes the requirements and system for becoming certified as a qualifying organization for purposes of receiving tax credits under the Act.

Section 4. Creates a new statute that establishes the eligible activities a qualifying organization may perform to qualify for the tax credits. The list includes the following:

Project to make ready a site for industrial development, with certain requirements.

Project for the construction of intermodal facilities (a facility for trade that has two or more types of transportation) with certain requirements for ownership;



Project for construction of a sports facility or stadium with certain ownership requirements;
Project for funding of the creation or operation of an accelerator program for technology companies, with certain requirements; and
Project for funding and support services for underrepresented companies, with certain requirements.

Section 5. Creates a new statute that provides a nonrefundable tax credit for individual taxpayers that make a contribution to a qualifying organization for qualifying activities during the tax year.

Section 6. Creates a new statute that provides a nonrefundable tax credit for partnerships, LLCs, or S corporations that make a contribution to a qualifying organization for qualifying activities during the tax year.

Section 7. Creates a new statute that provides a nonrefundable tax credit for estates or trusts that make a contribution to a qualifying organization for qualifying activities during the tax year.

Section 8. Creates a new statute that provides a nonrefundable tax credit for a corporate taxpayer that make a contribution to a qualifying organization for qualifying activities during the tax year.

Section 9. Creates a new statute that establishes a notice requirement of the donor to the qualifying organization of the intent to make such donation and of the qualifying organization to the department, and potential follow up notice requirements.

Section 10. Creates a new statute allowing the department to establish rules and regulations necessary to carry out the Act.

Section 11. Amends Neb. Rev. Stat. Sec. 77-908 to harmonize provisions with the bill.

Section 12. Amends Neb. Rev. Stat. Sec. 77-2715.07 to harmonize provisions with the bill.

Section 13. Amends Neb. Rev. Stat. Sec. 77-2717 to harmonize provisions with the bill.

Section 14. Amends Neb. Rev. Stat. Sec. 77-2734.03 to harmonize provisions with the bill.

Section 15. Amends Neb. Rev. Stat. Sec. 77-3806 to harmonize provisions with the bill.

Section 16. Establishes an enactment date of January 1, 2024 for the first taxable year to be covered under the Act.

Section 17. Repeals the original section of the statute listed above.

Lou Ann Linehan, Chairperson

