

AMENDMENTS TO LB901

(Amendments to E&R amendments, ER133)

Introduced by Hughes, 24.

1 1. Insert the following new sections:

2 **Sec. 16.** Section 77-2602, Revised Statutes Cumulative Supplement,
3 2024, is amended to read:

4 77-2602 (1) Every stamping agent engaged in distributing or selling
5 cigarettes at wholesale in this state shall pay to the Tax Commissioner
6 of this state a special privilege tax. This shall be in addition to all
7 other taxes. It shall be paid prior to or at the time of the sale, gift,
8 or delivery to the retail dealer in the several amounts as follows:

9 (a) On each package of cigarettes containing not more than twenty
10 cigarettes: 7

11 (i) Until July 1, 2026, sixty-four cents per package; and

12 (ii) Commencing July 1, 2026, and until July 1, 2027, one dollar per
13 package; and

14 (iii) Commencing July 1, 2027, one dollar and thirty-six cents per
15 package; and

16 (b) On ~~on~~ packages containing more than twenty cigarettes, the same
17 tax as provided on packages containing not more than twenty cigarettes
18 for the first twenty cigarettes in each package and a tax of one-
19 twentieth of the tax on the first twenty cigarettes on each cigarette in
20 excess of twenty cigarettes in each package.

21 (2)(a) ~~(2)~~ Beginning July 1, 2026, and until July 1, 2027 ~~October 1,~~
22 2004, the State Treasurer shall place the equivalent of eighty-five
23 ~~forty-nine~~ cents of such tax in the General Fund.

24 (b) Beginning July 1, 2027, the State Treasurer shall place the
25 equivalent of one dollar and twenty-one cents of such tax in the General
26 Fund.

1 (c) For purposes of this section, the equivalent of a specified
2 number of cents of the tax shall mean that portion of the proceeds of the
3 tax equal to the specified number divided by the tax rate per package of
4 cigarettes containing not more than twenty cigarettes.

5 (3) The State Treasurer shall distribute the remaining proceeds of
6 such tax as follows:

7 (a) Beginning July 1, 1980, the State Treasurer shall place the
8 equivalent of one cent of such tax in the Nebraska Outdoor Recreation
9 Development Cash Fund. For fiscal year distributions occurring after
10 FY1998-99, the distribution under this subdivision shall not be less than
11 the amount distributed under this subdivision for FY1997-98. Any money
12 needed to increase the amount distributed under this subdivision to the
13 FY1997-98 amount shall reduce the distribution to the General Fund;

14 (b) Beginning July 1, 1993, the State Treasurer shall place the
15 equivalent of three cents of such tax in the Health and Human Services
16 Cash Fund to carry out sections 81-637 to 81-640. For fiscal year
17 distributions occurring after FY1998-99, the distribution under this
18 subdivision shall not be less than the amount distributed under this
19 subdivision for FY1997-98. Any money needed to increase the amount
20 distributed under this subdivision to the FY1997-98 amount shall reduce
21 the distribution to the General Fund;

22 (c) Beginning October 1, 2002, and continuing until all the purposes
23 of the Deferred Building Renewal Act have been fulfilled, the State
24 Treasurer shall place the equivalent of seven cents of such tax in the
25 Building Renewal Allocation Fund. The distribution under this subdivision
26 shall not be less than the amount distributed under this subdivision for
27 FY1997-98. Any money needed to increase the amount distributed under this
28 subdivision to the FY1997-98 amount shall reduce the distribution to the
29 General Fund;

30 (d) Beginning July 1, 2016, and every fiscal year thereafter, the
31 State Treasurer shall place the equivalent of three million eight hundred

1 twenty thousand dollars of such tax in the Nebraska Public Safety
2 Communication System Cash Fund. If necessary, the State Treasurer shall
3 reduce the distribution of tax proceeds to the General Fund pursuant to
4 subsection (2) of this section by such amount required to fulfill the
5 distribution pursuant to this subdivision; and

6 (e) Beginning July 1, 2016, and every fiscal year thereafter, the
7 State Treasurer shall place the equivalent of one million two hundred
8 fifty thousand dollars of such tax in the Nebraska Health Care Cash Fund.
9 If necessary, the State Treasurer shall reduce the distribution of tax
10 proceeds to the General Fund pursuant to subsection (2) of this section
11 by such amount required to fulfill the distribution pursuant to this
12 subdivision.

13 (4) If, after distributing the proceeds of such tax pursuant to
14 subsections (2) and (3) of this section, any proceeds of such tax remain,
15 the State Treasurer shall place such remainder in the Nebraska Capital
16 Construction Fund.

17 (5) The Legislature hereby finds and determines that the projects
18 funded from the Building Renewal Allocation Fund are of critical
19 importance to the State of Nebraska. It is the intent of the Legislature
20 that the allocations and appropriations made by the Legislature to such
21 fund not be reduced until all contracts and securities relating to the
22 construction and financing of the projects or portions of the projects
23 funded from such fund are completed or paid, and that until such time any
24 reductions in the cigarette tax rate made by the Legislature shall be
25 simultaneously accompanied by equivalent reductions in the amount
26 dedicated to the General Fund from cigarette tax revenue. Any provision
27 made by the Legislature for distribution of the proceeds of the cigarette
28 tax for projects or programs other than those to (a) the General Fund,
29 (b) the Nebraska Outdoor Recreation Development Cash Fund, (c) the Health
30 and Human Services Cash Fund, (d) the Building Renewal Allocation Fund,
31 (e) the Nebraska Public Safety Communication System Cash Fund, and (f)

1 the Nebraska Health Care Cash Fund shall not be made a higher priority
2 than or an equal priority to any of the programs or projects specified in
3 subdivisions (a) through (f) of this subsection.

4 **Sec. 19.** Section 77-2715.03, Revised Statutes Cumulative Supplement,
5 2024, is amended to read:

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

9 Individual Income Tax Brackets and Rates

10	Bracket	Single	Married,	Head of	Married,	Estates	Tax
11	Number	Individuals	Filing	Household	Filing	and	Rate
12			Jointly		Separate	Trusts	
13	1	\$0-2,399	\$0-4,799	\$0-4,499	\$0-2,399	\$0-499	2.46%
14	2	\$2,400-	\$4,800-	\$4,500-	\$2,400-	\$500-	
15		17,499	34,999	27,999	17,499	4,699	3.51%
16	3	\$17,500-	\$35,000-	\$28,000-	\$17,500-	\$4,700-	
17		26,999	53,999	39,999	26,999	15,149	5.01%
18	4	\$27,000	\$54,000	\$40,000	\$27,000	\$15,150	
19		and Over	and Over	and Over	and Over	and Over	6.84%

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

23 Individual Income Tax Brackets and Rates

24	Bracket	Single	Married,	Head of	Married,	Estates	Tax
25	Number	Individuals	Filing	Household	Filing	and	Rate
26			Jointly		Separate	Trusts	
27	1	\$0-2,999	\$0-5,999	\$0-5,599	\$0-2,999	\$0-499	2.46%
28	2	\$3,000-	\$6,000-	\$5,600-	\$3,000-	\$500-	
29		17,999	35,999	28,799	17,999	4,699	3.51%

1	3	\$18,000-	\$36,000-	\$28,800-	\$18,000-	\$4,700-	Rate
2		28,999	57,999	42,999	28,999	15,149	Three
3	4	\$29,000	\$58,000	\$43,000	\$29,000	\$15,150	Rate
4		and Over	and Over	and Over	and Over	and Over	Four

5 (b) For purposes of this subsection, rate three shall be:

6 (i) 5.01% for taxable years beginning or deemed to begin on or after
7 January 1, 2014, and before January 1, 2026;

8 (ii) 4.55% for taxable years beginning or deemed to begin on or
9 after January 1, 2026, and before January 1, 2027; and

10 (iii) 4.35% ~~3.99%~~ for taxable years beginning or deemed to begin on
11 or after January 1, 2027, and before January 1, 2029; and -

12 (iv) 3.99% for taxable years beginning or deemed to begin on or
13 after January 1, 2029.

14 (c) For purposes of this subsection, rate four shall be:

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

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

19 (iii) 5.84% for taxable years beginning or deemed to begin on or
20 after January 1, 2024, and before January 1, 2025;

21 (iv) 5.20% for taxable years beginning or deemed to begin on or
22 after January 1, 2025, and before January 1, 2026;

23 (v) 4.55% for taxable years beginning or deemed to begin on or after
24 January 1, 2026, and before January 1, 2027; and

25 (vi) 4.35% ~~3.99%~~ for taxable years beginning or deemed to begin on
26 or after January 1, 2027, and before January 1, 2029; and -

27 (vii) 3.99% for taxable years beginning or deemed to begin on or
28 after January 1, 2029.

29 (3)(a) For taxable years beginning or deemed to begin on or after
30 January 1, 2015, the minimum and maximum dollar amounts for each income

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

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

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

30 (4) Whenever the tax brackets or tax rates are changed by the
31 Legislature, the Tax Commissioner shall update the tax rate schedules to

1 reflect the new tax brackets or tax rates and shall publish such updated
2 schedules.

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

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

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

18 **Sec. 22.** Section 77-2734.02, Revised Statutes Cumulative Supplement,
19 2024, is amended to read:

20 77-2734.02 (1) Except as provided in subsection (2) of this section,
21 a tax is hereby imposed on the taxable income of every corporate taxpayer
22 that is doing business in this state:

23 (a) For taxable years beginning or deemed to begin before January 1,
24 2013, at a rate equal to one hundred fifty and eight-tenths percent of
25 the primary rate imposed on individuals under section 77-2701.01 on the
26 first one hundred thousand dollars of taxable income and at the rate of
27 two hundred eleven percent of such rate on all taxable income in excess
28 of one hundred thousand dollars. The resultant rates shall be rounded to
29 the nearest one hundredth of one percent;

30 (b) For taxable years beginning or deemed to begin on or after
31 January 1, 2013, and before January 1, 2022, at a rate equal to 5.58

1 percent on the first one hundred thousand dollars of taxable income and
2 at the rate of 7.81 percent on all taxable income in excess of one
3 hundred thousand dollars;

4 (c) For taxable years beginning or deemed to begin on or after
5 January 1, 2022, and before January 1, 2023, at a rate equal to 5.58
6 percent on the first one hundred thousand dollars of taxable income and
7 at the rate of 7.50 percent on all taxable income in excess of one
8 hundred thousand dollars;

9 (d) For taxable years beginning or deemed to begin on or after
10 January 1, 2023, and before January 1, 2024, at a rate equal to 5.58
11 percent on the first one hundred thousand dollars of taxable income and
12 at the rate of 7.25 percent on all taxable income in excess of one
13 hundred thousand dollars;

14 (e) For taxable years beginning or deemed to begin on or after
15 January 1, 2024, and before January 1, 2025, at a rate equal to 5.58
16 percent on the first one hundred thousand dollars of taxable income and
17 at the rate of 5.84 percent on all taxable income in excess of one
18 hundred thousand dollars;

19 (f) For taxable years beginning or deemed to begin on or after
20 January 1, 2025, and before January 1, 2026, at the rate of 5.20 percent
21 on all taxable income;

22 (g) For taxable years beginning or deemed to begin on or after
23 January 1, 2026, and before January 1, 2027, at the rate of 4.55 percent
24 on all taxable income; ~~and~~

25 (h) For taxable years beginning or deemed to begin on or after
26 January 1, 2027, and before January 1, 2029, at the rate of 4.35 ~~3.99~~
27 percent on all taxable income; and -

28 (i) For taxable years beginning or deemed to begin on or after
29 January 1, 2029, at a rate of 3.99 percent on all taxable income.

30 For corporate taxpayers with a fiscal year that does not coincide
31 with the calendar year, the individual rate used for this subsection

1 shall be the rate in effect on the first day, or the day deemed to be the
2 first day, of the taxable year.

3 (2) An insurance company shall be subject to taxation at the lesser
4 of the rate described in subsection (1) of this section or the rate of
5 tax imposed by the state or country in which the insurance company is
6 domiciled if the insurance company can establish to the satisfaction of
7 the Tax Commissioner that it is domiciled in a state or country other
8 than Nebraska that imposes on Nebraska domiciled insurance companies a
9 retaliatory tax against the tax described in subsection (1) of this
10 section.

11 (3) For a corporate taxpayer that is subject to tax in another
12 state, its taxable income shall be the portion of the taxpayer's federal
13 taxable income, as adjusted, that is determined to be connected with the
14 taxpayer's operations in this state pursuant to sections 77-2734.05 to
15 77-2734.15.

16 (4) Each corporate taxpayer shall file only one income tax return
17 for each taxable year.

18 **Sec. 33.** Section 77-4008, Revised Statutes Supplement, 2025, is
19 amended to read:

20 77-4008 (1)(a) A tax is hereby imposed upon the first owner of
21 tobacco products to be sold in this state.

22 (b) The tax on snuff shall be forty-four cents per ounce and a
23 proportionate tax at the like rate on all fractional parts of an ounce.
24 Such tax shall be computed based on the net weight as listed by the
25 manufacturer.

26 ~~(c) The tax on an electronic nicotine delivery system containing~~
27 ~~three milliliters or less of consumable material shall be five cents per~~
28 ~~milliliter of consumable material and a proportionate tax at the like~~
29 ~~rate on all fractional parts of a milliliter.~~

30 (c) ~~(d)~~ The tax on an electronic nicotine delivery system containing
31 ~~more than three milliliters of consumable material shall be thirty ten~~

1 percent of (i) the purchase price of such electronic nicotine delivery
2 system paid by the first owner or (ii) the price at which the first owner
3 who made, manufactured, or fabricated the electronic nicotine delivery
4 system sells the item to others.

5 (d) ~~(e)~~ For electronic nicotine delivery systems in the possession
6 of retail dealers for which tax has not been paid, the tax under this
7 subsection shall be imposed at the earliest time the retail dealer: (i)
8 Brings or causes to be brought into the state any electronic nicotine
9 delivery system for sale; (ii) makes, manufactures, or fabricates any
10 electronic nicotine delivery system in this state for sale in this state;
11 or (iii) sells any electronic nicotine delivery system to consumers
12 within this state.

13 (e) ~~(f)~~ The tax on alternative nicotine products shall be twenty
14 percent of (i) the purchase price of such products paid by the first
15 owner or (ii) the price at which a first owner who made, manufactured, or
16 fabricated the product sells the items to others.

17 (f) ~~(g)~~ The tax on tobacco products not otherwise provided for in
18 this section shall be twenty percent of (i) the purchase price of such
19 tobacco products paid by the first owner or (ii) the price at which a
20 first owner who made, manufactured, or fabricated the tobacco product
21 sells the items to others.

22 (g) ~~(h)~~ The tax on tobacco products shall be in addition to all
23 other taxes.

24 (2) Whenever any person who is licensed under section 77-4009
25 purchases tobacco products from another person licensed under section
26 77-4009, the seller shall be liable for the payment of the tax.

27 (3) Amounts collected pursuant to this section shall be used and
28 distributed pursuant to section 77-4025.

29 **Sec. 34.** Section 77-4212, Revised Statutes Cumulative Supplement,
30 2024, is amended to read:

31 77-4212 (1) For tax year 2007, the amount of relief granted under

1 the Property Tax Credit Act shall be one hundred five million dollars.
2 For tax year 2008, the amount of relief granted under the act shall be
3 one hundred fifteen million dollars. It is the intent of the Legislature
4 to fund the Property Tax Credit Act for tax years after tax year 2008
5 using available revenue. For tax year 2017, the amount of relief granted
6 under the act shall be two hundred twenty-four million dollars. For tax
7 year 2020 through tax year 2022, the minimum amount of relief granted
8 under the act shall be two hundred seventy-five million dollars. For tax
9 year 2023, the minimum amount of relief granted under the act shall be
10 three hundred sixty million dollars. For tax year 2024, the minimum
11 amount of relief granted under the act shall be three hundred ninety-five
12 million dollars. For tax year 2025, the minimum amount of relief granted
13 under the act shall be four hundred thirty million dollars. For tax years
14 year 2026, 2027, and 2028, the minimum amount of relief granted under the
15 act shall be four hundred forty-five million dollars. For tax year 2029
16 2027, the minimum amount of relief granted under the act shall be four
17 hundred sixty million dollars. For tax year 2030 2028, the minimum amount
18 of relief granted under the act shall be four hundred seventy-five
19 million dollars. For tax year 2031 2029, the minimum amount of relief
20 granted under the act shall be the minimum amount from the prior tax year
21 plus a percentage increase equal to the percentage increase, if any, in
22 the total assessed value of all real property in the state from the prior
23 year to the current year, as determined by the Department of Revenue,
24 plus an additional seventy-five million dollars. For tax year 2032 2030
25 and each tax year thereafter, the minimum amount of relief granted under
26 the act shall be the minimum amount from the prior tax year plus a
27 percentage increase equal to the percentage increase, if any, in the
28 total assessed value of all real property in the state from the prior
29 year to the current year, as determined by the Department of Revenue. If
30 money is transferred or credited to the Property Tax Credit Cash Fund
31 pursuant to any other state law, such amount shall be added to the

1 minimum amount required under this subsection when determining the total
2 amount of relief granted under the act. The relief shall be in the form
3 of a property tax credit which appears on the property tax statement.

4 (2)(a) For tax years prior to tax year 2017, to determine the amount
5 of the property tax credit, the county treasurer shall multiply the
6 amount disbursed to the county under subdivision (4)(a) of this section
7 by the ratio of the real property valuation of the parcel to the total
8 real property valuation in the county. The amount determined shall be the
9 property tax credit for the property.

10 (b) Beginning with tax year 2017, to determine the amount of the
11 property tax credit, the county treasurer shall multiply the amount
12 disbursed to the county under subdivision (4)(b) of this section by the
13 ratio of the credit allocation valuation of the parcel to the total
14 credit allocation valuation in the county. The amount determined shall be
15 the property tax credit for the property.

16 (3) If the real property owner qualifies for a homestead exemption
17 under sections 77-3501 to 77-3529, the owner shall also be qualified for
18 the relief provided in the act to the extent of any remaining liability
19 after calculation of the relief provided by the homestead exemption. If
20 the credit results in a property tax liability on the homestead that is
21 less than zero, the amount of the credit which cannot be used by the
22 taxpayer shall be returned to the Property Tax Administrator by July 1 of
23 the year the amount disbursed to the county was disbursed. The Property
24 Tax Administrator shall immediately credit any funds returned under this
25 subsection to the Property Tax Credit Cash Fund. Upon the return of any
26 funds under this subsection, the county treasurer shall electronically
27 file a report with the Property Tax Administrator, on a form prescribed
28 by the Tax Commissioner, indicating the amount of funds distributed to
29 each taxing unit in the county in the year the funds were returned, any
30 collection fee retained by the county in such year, and the amount of
31 unused credits returned.

1 (4)(a) For tax years prior to tax year 2017, the amount disbursed to
2 each county shall be equal to the amount available for disbursement
3 determined under subsection (1) of this section multiplied by the ratio
4 of the real property valuation in the county to the real property
5 valuation in the state. By September 15, the Property Tax Administrator
6 shall determine the amount to be disbursed under this subdivision to each
7 county and certify such amounts to the State Treasurer and to each
8 county. The disbursements to the counties shall occur in two equal
9 payments, the first on or before January 31 and the second on or before
10 April 1. After retaining one percent of the receipts for costs, the
11 county treasurer shall allocate the remaining receipts to each taxing
12 unit levying taxes on taxable property in the tax district in which the
13 real property is located in the same proportion that the levy of such
14 taxing unit bears to the total levy on taxable property of all the taxing
15 units in the tax district in which the real property is located.

16 (b) Beginning with tax year 2017, the amount disbursed to each
17 county shall be equal to the amount available for disbursement determined
18 under subsection (1) of this section multiplied by the ratio of the
19 credit allocation valuation in the county to the credit allocation
20 valuation in the state. By September 15, the Property Tax Administrator
21 shall determine the amount to be disbursed under this subdivision to each
22 county and certify such amounts to the State Treasurer and to each
23 county. The disbursements to the counties shall occur in two equal
24 payments, the first on or before January 31 and the second on or before
25 April 1. After retaining one percent of the receipts for costs, the
26 county treasurer shall allocate the remaining receipts to each taxing
27 unit based on its share of the credits granted to all taxpayers in the
28 taxing unit.

29 (5) For purposes of this section, credit allocation valuation means
30 the taxable value for all real property except agricultural land and
31 horticultural land, one hundred twenty percent of taxable value for

1 agricultural land and horticultural land that is not subject to special
2 valuation, and one hundred twenty percent of taxable value for
3 agricultural land and horticultural land that is subject to special
4 valuation.

5 (6) The State Treasurer shall transfer from the General Fund to the
6 Property Tax Credit Cash Fund one hundred five million dollars by August
7 1, 2007, and one hundred fifteen million dollars by August 1, 2008.

8 (7) The Legislature shall have the power to transfer funds from the
9 Property Tax Credit Cash Fund to the General Fund.

10 **Sec. 38.** Section 77-7305, Revised Statutes Supplement, 2025, is
11 amended to read:

12 77-7305 (1) The School District Property Tax Relief Act shall apply
13 to tax year 2024 and each tax year thereafter. The property tax relief
14 shall be in the form of property tax credits which appear on property tax
15 statements. Property tax credits granted under the act shall be credited
16 against the amount of property taxes owed to school districts. The total
17 amount of property tax relief granted under the act shall be determined
18 as follows:

19 (a) For tax year 2024, the minimum amount of relief granted under
20 the act shall be seven hundred fifty million dollars. For tax year 2025,
21 the minimum amount of relief granted under the act shall be seven hundred
22 eighty million dollars. For tax years ~~year~~ 2026, 2027, and 2028, the
23 minimum amount of relief granted under the act shall be eight hundred
24 eight million dollars. For tax year 2029 ~~2027~~, the minimum amount of
25 relief granted under the act shall be eight hundred thirty-eight million
26 dollars. For tax year 2030 ~~2028~~, the minimum amount of relief granted
27 under the act shall be eight hundred seventy million dollars. For tax
28 year 2031 ~~2029~~, the minimum amount of relief granted under the act shall
29 be nine hundred two million dollars. For tax year 2032 ~~2030~~ and each tax
30 year thereafter, the minimum amount of relief granted under the act shall
31 be the minimum amount of relief from the prior year, excluding any

1 additional relief provided pursuant to subdivision (1)(b) of this
2 section, with such amount then increased by three percent; and

3 (b) If money is transferred to the School District Property Tax
4 Relief Credit Fund pursuant to section 77-4602, such amount shall be
5 added to the minimum amount required under subdivision (1)(a) of this
6 section when determining the total amount of relief granted under the act
7 for the tax year in which the transfer occurs. If no such transfer occurs
8 in a given tax year, the minimum amount required under subdivision (1)(a)
9 of this section shall be the total amount of relief granted under the act
10 for such tax year.

11 (2) To determine the amount of the property tax credit for each
12 parcel, the county treasurer shall multiply the amount disbursed to the
13 county under subsection (4) of this section by the ratio of the school
14 district taxes levied in the current year on the parcel to the school
15 district taxes levied in the current year on all real property in the
16 county. The amount so determined shall be the property tax credit for
17 that parcel.

18 (3) If the real property owner qualifies for a homestead exemption
19 under sections 77-3501 to 77-3529, the owner shall also be qualified for
20 the property tax credit provided in this section to the extent of any
21 remaining liability after calculation of the homestead exemption. If the
22 property tax credit provided in this section results in a property tax
23 liability on the homestead that is less than zero, the amount of the
24 credit which cannot be used by the taxpayer shall be returned to the
25 Property Tax Administrator by July 1 of the year the amount disbursed to
26 the county was disbursed. The Property Tax Administrator shall
27 immediately credit any funds returned under this subsection to the School
28 District Property Tax Relief Credit Fund. Upon the return of any funds
29 under this subsection, the county treasurer shall electronically file a
30 report with the Property Tax Administrator, on a form prescribed by the
31 Tax Commissioner, indicating the amount of funds distributed to each

1 school district in the county in the year the funds were returned and the
2 amount of unused credits returned.

3 (4) The amount disbursed to each county under this section shall be
4 equal to the amount available for disbursement under subsection (1) of
5 this section multiplied by the ratio of the school district taxes levied
6 in the prior year on all real property in the county to the school
7 district taxes levied in the prior year on all real property in the
8 state. By September 15, 2024, and by September 15 of each year
9 thereafter, the Property Tax Administrator shall determine the amount to
10 be disbursed under this subsection to each county and shall certify such
11 amounts to the State Treasurer and to each county. The disbursements to
12 the counties shall occur in two equal payments, the first on or before
13 January 31 and the second on or before April 1.

14 (5) After retaining one percent of the amount received under
15 subsection (4) of this section for costs, the county treasurer shall
16 disburse the remaining funds, which are credited against the amount of
17 property taxes owed to school districts, in the same manner as if such
18 funds had been received in the form of property tax payments for property
19 taxes owed to school districts, meaning any amounts attributable to
20 divided taxes pursuant to section 18-2147 of the Community Development
21 Law shall be remitted to the applicable authority for which such taxes
22 were divided.

23 (6) The School District Property Tax Relief Credit Fund shall be
24 used for purposes of making the disbursements to counties required under
25 subsection (4) of this section.

26 2. Renumber the remaining sections and correct internal references
27 accordingly.

28 3. Correct the operative date and repealer sections so that sections
29 16 and 33 added by this amendment become operative on July 1, 2026, and
30 sections 19, 22, 34, and 38 added by this amendment become operative
31 three calendar months after the adjournment of this legislative session.