

LEGISLATURE OF NEBRASKA  
ONE HUNDRED NINTH LEGISLATURE  
FIRST SESSION

**LEGISLATIVE BILL 501**

FINAL READING

Introduced by Meyer, 17.

Read first time January 21, 2025

Committee: Revenue

- 1 A BILL FOR AN ACT relating to property taxes; to amend sections 77-1301,
- 2 77-1307, 77-1308, 77-1309, and 77-1725.01, Revised Statutes
- 3 Cumulative Supplement, 2024; to change provisions relating to the
- 4 assessment of real property that suffers significant property
- 5 damage; to redefine and eliminate terms; to harmonize provisions; to
- 6 repeal the original sections; and to declare an emergency.
- 7 Be it enacted by the people of the State of Nebraska,

1       **Section 1.** Section 77-1301, Revised Statutes Cumulative Supplement,  
2       2024, is amended to read:

3       77-1301 (1) All real property in this state subject to taxation  
4       shall be assessed as of January 1 at 12:01 a.m., and such assessment  
5       shall be used as a basis of taxation until the next assessment unless the  
6       property is damaged ~~destroyed~~ real property as defined in section  
7       77-1307, in which case the assessed value for the damaged ~~destroyed~~ real  
8       property shall be adjusted as provided in sections 77-1307 to 77-1309.

9       (2) Beginning January 1, 2014, in any county with a population of at  
10      least one hundred fifty thousand inhabitants according to the most recent  
11      federal decennial census, the county assessor shall provide notice of  
12      preliminary valuations to real property owners on or before January 15 of  
13      each year. Such notice shall be (a) mailed to the taxpayer or (b)  
14      published on a website maintained by the county assessor or by the  
15      county.

16      (3) The county assessor shall complete the assessment of real  
17      property on or before March 19 of each year, except beginning January 1,  
18      2014, in any county with a population of at least one hundred fifty  
19      thousand inhabitants according to the most recent federal decennial  
20      census, the county assessor shall complete the assessment of real  
21      property on or before March 25 of each year.

22      **Sec. 2.** Section 77-1307, Revised Statutes Cumulative Supplement,  
23      2024, is amended to read:

24      77-1307 (1) The Legislature finds and declares that fires,  
25      earthquakes, floods, ~~and tornadoes,~~ and other events causing significant  
26      property damage occur with enough frequency in this state that provision  
27      should be made to grant property tax relief to owners of real property  
28      adversely affected by such events.

29      (2) For purposes of sections 77-1307 to 77-1309:

30      ~~(a) Calamity means a disastrous event, including, but not limited~~  
31      ~~to, a fire, an earthquake, a flood, a tornado, or other natural event~~

1 ~~which significantly affects the assessed value of real property;~~

2 ~~(a) Damaged~~ (b) ~~Destroyed~~ real property means real property that  
3 suffers significant property damage ~~as a result of a calamity occurring~~  
4 on or after January 1 ~~, 2019,~~ and before July 1 of the current assessment  
5 year. Damaged ~~Destroyed~~ real property does not include property suffering  
6 significant property damage that is caused by the owner of the property;  
7 and

8 ~~(b)~~ (c) Significant property damage means:

9 (i) Damage to an improvement exceeding twenty percent of the  
10 improvement's assessed value in the current tax year ~~as determined by the~~  
11 ~~county assessor; or~~

12 (ii) Damage to land exceeding twenty percent of the land's a  
13 ~~parcel's~~ assessed land value in the current tax year, ~~as determined by~~  
14 ~~the county assessor; or~~

15 ~~(iii) Damage exceeding twenty percent of the property's assessed~~  
16 ~~value in the current tax year as determined by the county assessor if (A)~~  
17 ~~such property is located in an area that has been declared a disaster~~  
18 ~~area by the Governor and (B) a housing inspector or health inspector has~~  
19 ~~determined that the property is uninhabitable or unlivable.~~

20 **Sec. 3.** Section 77-1308, Revised Statutes Cumulative Supplement,  
21 2024, is amended to read:

22 77-1308 (1) If real property suffers significant property damage  
23 prior to July 1 of ~~becomes destroyed real property during~~ the current  
24 assessment year, the property owner shall file a report of the damaged  
25 ~~destroyed~~ real property with the ~~county assessor and~~ county clerk of the  
26 county in which the property is located on or before July 15 of the  
27 current assessment year. The report of damaged ~~destroyed~~ real property  
28 shall be made on a form prescribed by the Tax Commissioner.

29 (2) If the damaged ~~destroyed~~ real property was a mobile home that  
30 was moved pursuant to section 77-3708 and required to pay an accelerated  
31 tax pursuant to section 77-1725.01, the property owner shall report the

1 ~~damaged~~ ~~destroyed~~ real property on or before July 15 in the same manner  
2 as other real property. The property owner may make a request for refund  
3 of the accelerated tax paid pursuant to section 77-1734.01 for any  
4 portion of value reduced by the county board of equalization pursuant to  
5 section 77-1309.

6 (3) The county assessor shall inspect and review all properties for  
7 which a report has been filed under this section and shall submit a  
8 comprehensive report of all such properties to the county board of  
9 equalization on or before July 20 of the current assessment year. The  
10 county assessor's report shall be made on a form prescribed by the Tax  
11 Commissioner and shall include all reports filed under this section by  
12 property owners. The county board of equalization shall consider any  
13 report of ~~destroyed~~ real property received from the county assessor  
14 pursuant to this section, and the assessment of such property shall be  
15 made by the county board of equalization in accordance with section  
16 77-1309. After county board of equalization action pursuant to section  
17 77-1309, the county assessor shall correct the current year's assessment  
18 roll as provided in section 77-1613.02.

19 **Sec. 4.** Section 77-1309, Revised Statutes Cumulative Supplement,  
20 2024, is amended to read:

21 77-1309 (1) When If the county board of equalization receives a  
22 report of ~~damaged~~ ~~destroyed~~ real property from the county assessor  
23 pursuant to section 77-1308, the county board of equalization shall  
24 adjust the assessed value of the ~~damaged~~ ~~destroyed~~ real property to its  
25 assessed value on the date it suffers significant property damage.

26 (2) The county board of equalization may meet on or after June 1 and  
27 on or before July 25, or on or before August 10 if the board has adopted  
28 a resolution to extend the deadline for hearing protests under section  
29 77-1502, for the purpose of considering the assessed value of ~~damaged~~  
30 ~~destroyed~~ real property pursuant to this section. Any action of the  
31 county board of equalization which changes the assessed value of ~~damaged~~

1 ~~destroyed~~ real property pursuant to this section shall be for the current  
2 assessment year only.

3 (3) The county board of equalization shall give notice of the  
4 assessed value of the damaged ~~destroyed~~ real property to the record owner  
5 or agent at his or her last-known address. Protests of the assessed value  
6 proposed for damaged ~~destroyed~~ real property pursuant to this section  
7 shall be filed with the county board of equalization within thirty days  
8 after the mailing of the notice. All provisions of section 77-1502 except  
9 dates for filing a protest, the period for hearing protests, and the date  
10 for mailing notice of the county board of equalization's decision are  
11 applicable to any protest filed pursuant to this section. The county  
12 board of equalization shall issue its decision on the protest within  
13 thirty days after the filing of the protest. Within seven days after the  
14 county board of equalization's final decision, the county clerk shall  
15 mail to the protester written notice of the decision. The notice shall  
16 contain a statement advising the protester that a report of the decision  
17 is available at the county clerk's or county assessor's office, whichever  
18 is appropriate.

19 (4) The action of the county board of equalization upon a protest  
20 filed pursuant to this section may be appealed to the Tax Equalization  
21 and Review Commission within thirty days after the board's final  
22 decision.

23 **Sec. 5.** Section 77-1725.01, Revised Statutes Cumulative Supplement,  
24 2024, is amended to read:

25 77-1725.01 Except in any city or village that has adopted a building  
26 code with provisions for demolition of unsafe buildings or structures, it  
27 shall be the duty of any assessor, sheriff, constable, city council  
28 member, and village trustee to at once inform the county treasurer of the  
29 removal or demolition of or a levy of attachment upon any item of real  
30 property known to him or her. Except for property considered to be  
31 damaged ~~destroyed~~ real property as defined in section 77-1307, it shall

1 be the duty of the county treasurer to immediately proceed with the  
2 collection of any delinquent or current taxes when such acts become known  
3 to him or her in any manner. Except for property considered to be damaged  
4 ~~destroyed~~ real property as defined in section 77-1307, the taxes shall be  
5 due and collectible, which taxes shall include taxes on all real property  
6 then assessed upon which the tax shall be computed on the basis of the  
7 last preceding levy, and a distress warrant shall be issued when (1) any  
8 person attempts to remove or demolish all or a substantial portion of his  
9 or her real property or (2) a levy of attachment is made upon the real  
10 property. From the date the taxes are due and collectible, the taxes  
11 shall be a first lien upon the personal property of the person to whom  
12 assessed until paid.

13       **Sec. 6.** Original sections 77-1301, 77-1307, 77-1308, 77-1309, and  
14 77-1725.01, Revised Statutes Cumulative Supplement, 2024, are repealed.

15       **Sec. 7.** Since an emergency exists, this act takes effect when  
16 passed and approved according to law.