

# **One Hundred Fifth Legislature - First Session - 2017**

## **Introducer's Statement of Intent**

### **LB49**

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**Chairperson: Senator Jim Smith**

**Committee: Revenue**

**Date of Hearing: February 01, 2017**

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

LB49 is intended to mitigate the uncertainty introduced by federal income tax legislation that impacts Nebraska income tax receipts as a result of the state's adoption of federal adjusted gross income as the starting point for the calculation of Nebraska income tax.

If Congress amends the federal tax code in a manner that affects the calculation of federal adjusted gross income, the bill preempts the adoption of that amendment in the determination of Nebraska income tax by adjusting the calculation of adjusted gross income for Nebraska tax purposes during the same calendar year.

The Tax Commissioner is to prepare a report outlining the fiscal impact of the federal tax change on state revenue and on classes and types of taxpayers to be distributed to the chairpersons of the Executive Board, Revenue, and Appropriations Committees, the Speaker of the Legislature, the Governor, and the Legislative Fiscal Analyst.

The operative date of the bill is January 1, 2018.

**Principal Introducer:** \_\_\_\_\_

Senator Paul Schumacher