

One Hundred Seventh Legislature - Second Session - 2022

Introducer's Statement of Intent

LB701

Chairperson: Senator Lou Ann Linehan

Committee: Revenue

Date of Hearing: January 28, 2022

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

Extends the Nebraska Advantage Research and Development Act by 1 year (from 2022 - 2023). A business firm that incurs research and development expenditures (as defined in § 174 of the Internal Revenue Code) may claim a tax credit equal to 15% of the federal tax credit allowed in Nebraska pursuant to the Nebraska Advantage Research and Development Act. In addition, business firms that make expenditures in research and experimental activities on the campus of a college or university in Nebraska, or at a facility in Nebraska owned by a college or university, are allowed a tax credit equal to 35% of the federal credit instead of the usual 15%.

Extends the Nebraska Job Creation and Mainstreet Job Development Act by 5 years (from 2022 – 2027) . The Nebraska Job Creation and Mainstreet Job Development Act provides up to \$15 million in Nebraska Historic Tax Credits (NHTCs) to be allocated annually. This credit is equal to 20% of eligible expenditures incurred for improvements to qualifying historically significant real property and is limited to \$1 million of tax credits per project.

Principal Introducer: _____

Senator Matt Williams