

AMENDMENTS TO LB34

Introduced by Revenue.

1 1. Strike the original sections and insert the following new
2 sections:

3 Section 1. Sections 1 to 8 of this act shall be known and may be
4 cited as the Property Tax Growth Limitation Act.

5 Sec. 2. For purposes of the Property Tax Growth Limitation Act:

6 (1) Approved bonds means bonds as defined in subdivision (1) of
7 section 10-134 that are approved according to law, excluding any bonds
8 issued to finance a project or projects if the issuance of bonds for such
9 project or projects was the subject of a general obligation bond election
10 held at the most recent regularly scheduled election and was not approved
11 at such election;

12 (2) Auditor means the Auditor of Public Accounts;

13 (3) Emergency means an emergency, as defined in section 81-829.39,
14 for which a state of emergency proclamation or local state of emergency
15 proclamation has been issued under the Emergency Management Act;

16 (4) Growth percentage means the percentage obtained by dividing (a)
17 the political subdivision's growth value by (b) the political
18 subdivision's total property valuation from the prior year;

19 (5) Growth value means the increase in a political subdivision's
20 total property valuation from the prior year to the current year due to
21 (a) improvements to real property as a result of new construction and
22 additions to existing buildings, (b) any other improvements to real
23 property which increase the value of such property, (c) annexation of
24 real property by the political subdivision, (d) a change in the use of
25 real property, and (e) any increase in personal property valuation over
26 the prior year;

27 (6) Inflation percentage means the annual percentage change in the

1 State and Local Consumption Expenditures and Gross Investment, as
2 reported for December of the prior calendar year for the preceding
3 twelve-month period;

4 (7) Political subdivision means any county, city, or village;

5 (8) Property tax request means the total amount of property taxes
6 requested to be raised for a political subdivision through the levy
7 imposed pursuant to section 77-1601;

8 (9) Property tax request authority means the amount that may be
9 included in a political subdivision's property tax request as determined
10 pursuant to the Property Tax Growth Limitation Act; and

11 (10) State aid means:

12 (a) For all political subdivisions, state aid paid pursuant to
13 sections 60-3,202 and 77-3523 and reimbursement provided pursuant to
14 section 77-1239;

15 (b) For cities and villages, state aid to cities and villages paid
16 pursuant to sections 39-2501 to 39-2520, 60-3,190, and 77-27,139.04 and
17 insurance premium tax paid to cities and villages; and

18 (c) For counties, state aid to counties paid pursuant to sections
19 60-3,184 to 60-3,190, insurance premium tax paid to counties, and
20 reimbursements to counties from funds appropriated pursuant to section
21 29-3933.

22 Sec. 3. (1) Except as otherwise provided in the Property Tax Growth
23 Limitation Act, for fiscal years beginning on or after July 1, 2025, a
24 political subdivision's property tax request for any year shall not
25 exceed its property tax request authority as determined under this
26 section. The preliminary property tax request authority for each
27 political subdivision shall be the amount of property taxes levied by the
28 county board of equalization pursuant to section 77-1601 for such
29 political subdivision in the prior fiscal year, less the sum of
30 exceptions utilized in the prior year pursuant to section 4 of this act.

31 (2) In addition to the preliminary property tax request authority,

1 the political subdivision's property tax request authority may be
2 increased by the product of:

3 (a) The amount of property taxes levied in the prior year increased
4 by the political subdivision's growth percentage, less the sum of
5 exceptions utilized in the prior year pursuant to subdivisions (1) and
6 (2) of section 4 of this act; and

7 (b) The greater of zero or the inflation percentage.

8 Sec. 4. A political subdivision may increase its property tax
9 request authority over the amount determined under section 3 of this act
10 by:

11 (1) The amount of property taxes budgeted for approved bonds;

12 (2) The amount of property taxes needed to respond to an emergency
13 declared in the preceding year, as certified to the auditor;

14 (3) The amount of unused property tax request authority determined
15 in accordance with section 6 of this act;

16 (4) The amount of property taxes budgeted in support of (a) a
17 service relating to an imminent and significant threat to public safety
18 that (i) was not previously provided by the political subdivision and
19 (ii) is the subject of an agreement or a modification of an existing
20 agreement executed after the operative date of this section, whether
21 provided by one of the parties to the agreement or by an independent
22 joint entity or joint public agency or (b) an interlocal agreement
23 relating to public safety;

24 (5) The increase in property tax request authority approved by the
25 legal voters as provided in section 5 of this act;

26 (6) The amount of property taxes budgeted for public safety services
27 as defined in section 13-320; and

28 (7) The amount of property taxes budgeted for county attorneys and
29 public defenders.

30 Sec. 5. (1) A political subdivision may increase its property tax
31 request authority over the amount determined under section 3 of this act

1 if such increase is approved by a majority of legal voters voting on the
2 issue at an election described in subsection (2) of this section. Such
3 issue shall be placed on the ballot (a) upon the recommendation of the
4 governing body of such political subdivision or (b) upon the receipt by
5 the county clerk or election commissioner of a petition requesting such
6 issue to be placed on the ballot which is signed by at least five percent
7 of the legal voters of the political subdivision. The recommendation of
8 the governing body or the petition of the legal voters shall include the
9 amount by which the political subdivision would increase its property tax
10 request authority over and above the amount determined under section 3 of
11 this act.

12 (2) Upon receipt of such recommendation or legal voter petition, the
13 county clerk or election commissioner shall place such issue on the
14 ballot at the next regularly scheduled election. The election shall be
15 held pursuant to the Election Act, and all costs shall be paid by the
16 political subdivision. The issue may be approved on the same question as
17 a vote to exceed the levy limits provided in section 77-3444. If a
18 majority of the votes cast on the issue are in favor of increasing the
19 political subdivision's property tax request authority, the political
20 subdivision shall be empowered to do so.

21 Sec. 6. A political subdivision may choose not to increase its
22 total property taxes levied by the full amount of the property tax
23 request authority allowed in a particular year. In such cases, the
24 political subdivision may carry forward to future budget years the amount
25 of unused property tax request authority, but accumulation of unused
26 property tax request authority shall not exceed an aggregate of five
27 percent of the total property tax request authority from the prior year.

28 Sec. 7. The auditor shall prepare forms to be used by political
29 subdivisions for the purpose of calculating property tax request
30 authority and unused property tax request authority. Each political
31 subdivision shall calculate such amounts and submit the forms to the

1 auditor on or before September 30, 2025, and on or before September 30 of
2 each year thereafter. If a political subdivision fails to submit such
3 forms to the auditor or if the auditor determines from such forms that a
4 political subdivision is not complying with the limits provided in the
5 Property Tax Growth Limitation Act, the auditor shall notify the
6 political subdivision and the State Treasurer of the noncompliance. The
7 State Treasurer shall then suspend distribution of state aid allocated to
8 the political subdivision until the political subdivision complies. The
9 funds shall be held for six months. If the political subdivision complies
10 within the six-month period, it shall receive the suspended funds. If the
11 political subdivision fails to comply within the six-month period, the
12 suspended funds shall be forfeited and shall be redistributed to other
13 recipients of the state aid or, in the case of homestead exemption
14 reimbursement, returned to the General Fund.

15 Sec. 8. The auditor may adopt and promulgate rules and regulations
16 to carry out the Property Tax Growth Limitation Act.

17 Sec. 13. Sections 13 to 16 of this act shall be known and may be
18 cited as the Natural Resources District Tax Credit Act.

19 Sec. 14. The purpose of the Natural Resources District Tax Credit
20 Act is to provide property tax relief for property taxes levied against
21 real property by natural resources districts. The property tax relief
22 will be made to owners of real property in the form of a property tax
23 credit.

24 Sec. 15. For purposes of the Natural Resources District Tax Credit
25 Act:

26 (1) District taxes means property taxes levied on real property in
27 this state by a natural resources district, excluding any property taxes
28 levied for bonded indebtedness and any property taxes levied as a result
29 of an override of limits on property tax levies approved by voters
30 pursuant to section 77-3444; and

31 (2) Natural resources district means a natural resources district

1 operating pursuant to Chapter 2, article 32.

2 Sec. 16. (1) The Natural Resources District Tax Credit Act shall
3 apply to tax year 2025 and each tax year thereafter. The total amount of
4 relief granted under the act for tax year 2025 shall be an amount equal
5 to fifty percent of the district taxes levied for the prior year. The
6 total amount of relief granted under the act for tax year 2026 shall be
7 an amount equal to seventy-five percent of the district taxes levied for
8 the prior year. The total amount of relief granted under the act for tax
9 year 2027 and each tax year thereafter shall be an amount equal to one
10 hundred percent of the district taxes levied for the prior year. The
11 relief shall be in the form of property tax credits which appear on
12 property tax statements. Property tax credits granted under the act shall
13 be credited against the amount of property taxes owed to natural
14 resources districts.

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

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

1 county treasurer shall electronically file a report with the Property Tax
2 Administrator, on a form prescribed by the Tax Commissioner, indicating
3 the amount of funds distributed to each natural resources district in the
4 county in the year the funds were returned and the amount of unused
5 credits returned.

6 (4) The amount disbursed to each county under this section shall be
7 equal to the amount available for disbursement under subsection (1) of
8 this section multiplied by the ratio of the district taxes levied in the
9 prior year on all real property in the county to the district taxes
10 levied in the prior year on all real property in the state. By September
11 15, 2025, and by September 15 of each year thereafter, the Property Tax
12 Administrator shall determine the amount to be disbursed under this
13 subsection to each county and shall certify such amounts to the State
14 Treasurer and to each county. The disbursements to the counties shall
15 occur in two equal payments, the first on or before January 31 and the
16 second on or before April 1.

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

25 Sec. 17. (1) On or before July 31, 2025, each county that operates
26 and maintains a county jail shall certify to the Jail Standards Board the
27 actual cost of operating and maintaining such county jail for the most
28 recently completed fiscal year. The board shall have the authority to
29 request or obtain additional information and make a determination as to
30 the actual cost of operating and maintaining each county jail.

31 (2) No later than December 31, 2025, and no later than December 31

1 of each year thereafter, the Jail Standards Board shall reimburse each
2 county for a percentage of the cost of operating and maintaining county
3 jails. The amount to be reimbursed under this section shall be:

4 (a) For the reimbursement paid in 2025, twenty-five percent of the
5 amount certified under subsection (1) of this section; and

6 (b) For the reimbursement paid in 2026 and each year thereafter,
7 fifty percent of the amount certified under subsection (1) of this
8 section.

9 (3) The expenses of operating and maintaining a county jail shall
10 not be reimbursable under this section if the operation and maintenance
11 of the jail does not conform to the rules and regulations and directions
12 of the Jail Standards Board.

13 Sec. 18. Section 9-1,101, Revised Statutes Supplement, 2023, as
14 amended by Laws 2024, LB685, section 1, is amended to read:

15 9-1,101 (1) The Nebraska Bingo Act, the Nebraska County and City
16 Lottery Act, the Nebraska Lottery and Raffle Act, the Nebraska Pickle
17 Card Lottery Act, the Nebraska Small Lottery and Raffle Act, and section
18 9-701 shall be administered and enforced by the Charitable Gaming
19 Division of the Department of Revenue, which division is hereby created.
20 The Department of Revenue shall make annual reports to the Governor,
21 Legislature, Auditor of Public Accounts, and Attorney General on all tax
22 revenue received, expenses incurred, and other activities relating to the
23 administration and enforcement of such acts. The report submitted to the
24 Legislature shall be submitted electronically.

25 (2) The Charitable Gaming Operations Fund is hereby created. Any
26 money in the fund available for investment shall be invested by the state
27 investment officer pursuant to the Nebraska Capital Expansion Act and the
28 Nebraska State Funds Investment Act.

29 (3)(a) Forty percent of the taxes credited to the Charitable Gaming
30 Operations Fund collected pursuant to sections 9-239, 9-344, and 9-429,
31 and subdivision (1)(b) of section 9-648 shall be available to the

1 Charitable Gaming Division for administering and enforcing the acts
2 listed in subsection (1) of this section and providing administrative
3 support for the Nebraska Commission on Problem Gambling. The remaining
4 sixty percent shall be transferred to the General Fund. Any portion of
5 the forty percent not used by the division in the administration and
6 enforcement of such acts and section shall be distributed as provided in
7 this subsection.

8 (b) Beginning July 1, 2019, through June 30, 2025, on or before the
9 last day of the last month of each calendar quarter, the State Treasurer
10 shall transfer one hundred thousand dollars from the Charitable Gaming
11 Operations Fund to the Compulsive Gamblers Assistance Fund.

12 (c) Any money remaining in the Charitable Gaming Operations Fund
13 after the transfer pursuant to subdivision (b) of this subsection not
14 used by the Charitable Gaming Division in its administration and
15 enforcement duties pursuant to this section may be transferred to the
16 General Fund and the Compulsive Gamblers Assistance Fund at the direction
17 of the Legislature.

18 (4) The Tax Commissioner shall employ investigators who shall be
19 vested with the authority and power of a law enforcement officer to carry
20 out the laws of this state administered by the Tax Commissioner or the
21 Department of Revenue and to enforce sections 28-1101 to 28-1117 relating
22 to possession of a gambling device. For purposes of enforcing sections
23 28-1101 to 28-1117, the authority of the investigators shall be limited
24 to investigating possession of a gambling device, notifying local law
25 enforcement authorities, and reporting suspected violations to the county
26 attorney for prosecution.

27 (5) The Charitable Gaming Division may charge a fee for publications
28 and listings it produces. The fee shall not exceed the cost of
29 publication and distribution of such items. The division may also charge
30 a fee for making a copy of any record in its possession equal to the
31 actual cost per page. The division shall remit the fees to the State

1 Treasurer for credit to the Charitable Gaming Operations Fund.

2 (6) The taxes collected and available to the Charitable Gaming
3 Division pursuant to section 17 of this act shall be used by the division
4 for enforcement of the Mechanical Amusement Device Tax Act and
5 maintenance of the central server established pursuant to section 16 of
6 this act.

7 (7) For administrative purposes only, the Nebraska Commission on
8 Problem Gambling shall be located within the Charitable Gaming Division.
9 The division shall provide office space, furniture, equipment, and
10 stationery and other necessary supplies for the commission. Commission
11 staff shall be appointed, supervised, and terminated by the director of
12 the Gamblers Assistance Program pursuant to section 9-1004.

13 Sec. 19. Section 9-648, Reissue Revised Statutes of Nebraska, is
14 amended to read:

15 9-648 (1) Any county, city, or village which conducts a lottery
16 shall submit to the department on a quarterly basis a tax of five ~~two~~
17 percent of the gross proceeds. Such tax shall be remitted not later than
18 thirty days from the close of the preceding quarter on forms provided by
19 the department. The department shall remit the tax to the State Treasurer
20 for credit as follows:

21 (a) Sixty percent of the tax shall be credited to the Education
22 Future Fund; and

23 (b) Forty percent of the tax shall be credited to the Charitable
24 Gaming Operations Fund.

25 (2) All deficiencies of the tax imposed by this section shall accrue
26 interest and be subject to a penalty as provided for sales and use taxes
27 in the Nebraska Revenue Act of 1967.

28 Sec. 20. Section 13-324, Reissue Revised Statutes of Nebraska, is
29 amended to read:

30 13-324 (1) The Tax Commissioner shall administer all sales and use
31 taxes adopted under section 13-319. The Tax Commissioner may prescribe

1 forms and adopt and promulgate reasonable rules and regulations in
2 conformity with the Nebraska Revenue Act of 1967, as amended, for the
3 making of returns and for the ascertainment, assessment, and collection
4 of taxes. The county shall furnish a certified copy of the adopting or
5 repealing resolution to the Tax Commissioner in accordance with such
6 rules and regulations. The tax shall begin the first day of the next
7 calendar quarter which is at least one hundred twenty days following
8 receipt by the Tax Commissioner of the certified copy of the adopted
9 resolution. The Tax Commissioner shall provide at least sixty days'
10 notice of the adoption of the tax or a change in the rate to retailers.
11 Notice shall be provided to retailers within the county. Notice to
12 retailers may be provided through the website of the Department of
13 Revenue or by other electronic means.

14 (2) For resolutions containing a termination date, the termination
15 date is the first day of a calendar quarter. The county shall furnish a
16 certified statement to the Tax Commissioner no more than one hundred
17 eighty days and at least one hundred twenty days before the termination
18 date that the termination date stated in the resolution is still valid.
19 If the certified statement is not furnished within the prescribed time,
20 the tax shall remain in effect, and the Tax Commissioner shall continue
21 to collect the tax until the first day of the calendar quarter which is
22 at least one hundred twenty days after receipt of the certified statement
23 notwithstanding the termination date stated in the resolution. The Tax
24 Commissioner shall provide at least sixty days' notice of the termination
25 of the tax to retailers. Notice shall be provided to retailers within the
26 county. Notice to retailers may be provided through the website of the
27 department or other electronic means.

28 (3) The Tax Commissioner shall collect the sales and use tax
29 concurrently with collection of a state tax in the same manner as the
30 state tax is collected. The Tax Commissioner shall remit monthly the
31 proceeds of the tax to the counties imposing the tax, after deducting the

1 amount of refunds made and fifteen ~~three~~ percent of the remainder as an
2 administrative fee necessary to defray the cost of collecting the tax and
3 the expenses incident thereto. The Tax Commissioner shall keep full and
4 accurate records of all money received and distributed. All receipts from
5 the fifteen percent ~~three-percent~~ administrative fee shall be deposited
6 in the state General Fund. For fiscal year 2024-25, the counties imposing
7 the tax shall be guaranteed to receive total net taxable sales equal to
8 the fiscal year 2023-24 net taxable sales amount plus one percent. For
9 each fiscal year thereafter, the guaranteed taxable sales amount shall
10 increase by one percent.

11 (4) Upon any claim of illegal assessment and collection, the
12 taxpayer has the same remedies provided for claims of illegal assessment
13 and collection of the state tax. It is the intention of the Legislature
14 that the provisions of law which apply to the recovery of state taxes
15 illegally assessed and collected apply to the recovery of sales and use
16 taxes illegally assessed and collected under section 13-319.

17 (5) Boundary changes or the adoption of a sales and use tax by an
18 incorporated municipality that affects any tax imposed by this section
19 shall be governed as provided in subsections (3) through (10) of section
20 77-27,143.

21 Sec. 21. Section 13-508, Reissue Revised Statutes of Nebraska, is
22 amended to read:

23 13-508 (1) After publication and hearing thereon and within the time
24 prescribed by law, each governing body shall file with and certify to the
25 levying board or boards on or before September 30 of each year or
26 September 30 of the final year of a biennial period and file with the
27 auditor a copy of the adopted budget statement which complies with
28 sections 13-518 to 13-522 or 79-1023 to 79-1030, if applicable, together
29 with the amount of the tax required to fund the adopted budget, setting
30 out separately (a) the amount to be levied for the payment of principal
31 or interest on bonds issued or authorized to be issued by the governing

1 body or the legal voters of the political subdivision and (b) the amount
2 to be levied for all other purposes. Proof of publication shall be
3 attached to the statements. For fiscal years prior to fiscal year
4 2017-18, learning communities shall also file a copy of such adopted
5 budget statement with member school districts on or before September 1 of
6 each year. If the prime rate published by the Federal Reserve Board is
7 ten percent or more at the time of the filing and certification required
8 under this subsection, the governing body, in certifying the amount
9 required, may make allowance for delinquent taxes not exceeding five
10 percent of the amount required plus the actual percentage of delinquent
11 taxes for the preceding tax year or biennial period and for the amount of
12 estimated tax loss from any pending or anticipated litigation which
13 involves taxation and in which tax collections have been or can be
14 withheld or escrowed by court order. For purposes of this section,
15 anticipated litigation shall be limited to the anticipation of an action
16 being filed by a taxpayer who or which filed a similar action for the
17 preceding year or biennial period which is still pending. Except for such
18 allowances, a governing body shall not certify an amount of tax more than
19 one percent greater or lesser than the amount determined under section
20 13-505.

21 (2) Each governing body shall use the certified taxable values as
22 provided by the county assessor pursuant to section 13-509 for the
23 current year in setting or certifying the levy. Each governing body may
24 designate one of its members to perform any duty or responsibility
25 required of such body by this section.

26 Sec. 22. Section 13-518, Reissue Revised Statutes of Nebraska, is
27 amended to read:

28 13-518 For purposes of sections 13-518 to 13-522:

29 (1) Allowable growth means (a) for governmental units other than
30 community colleges, the percentage increase in taxable valuation in
31 excess of the base limitation established under section 77-3446, if any,

1 due to improvements to real property as a result of new construction,
2 additions to existing buildings, any improvements to real property which
3 increase the value of such property, and any increase in valuation due to
4 annexation and any personal property valuation over the prior year and
5 (b) for community colleges, the percentage increase in excess of the base
6 limitation, if any, in full-time equivalent students from the second year
7 to the first year preceding the year for which the budget is being
8 determined;

9 (2) Capital improvements means (a) acquisition of real property or
10 (b) acquisition, construction, or extension of any improvements on real
11 property;

12 (3) Governing body has the same meaning as in section 13-503, except
13 that for fiscal years beginning on or after July 1, 2025, such term shall
14 not include the governing body of any county, city, or village;

15 (4) Governmental unit means every political subdivision which has
16 authority to levy a property tax or authority to request levy authority
17 under section 77-3443, except that such term shall not include (a)
18 sanitary and improvement districts which have been in existence for five
19 years or less, (b) and school districts, or (c) for fiscal years
20 beginning on or after July 1, 2025, counties, cities, or villages;

21 (5) Qualified sinking fund means a fund or funds maintained
22 separately from the general fund to pay for acquisition or replacement of
23 tangible personal property with a useful life of five years or more which
24 is to be undertaken in the future but is to be paid for in part or in
25 total in advance using periodic payments into the fund. The term includes
26 sinking funds under subdivision (13) of section 35-508 for firefighting
27 and rescue equipment or apparatus;

28 (6) Restricted funds means (a) property tax, excluding any amounts
29 refunded to taxpayers, (b) payments in lieu of property taxes, (c) local
30 option sales taxes, (d) motor vehicle taxes, (e) state aid, (f) transfers
31 of surpluses from any user fee, permit fee, or regulatory fee if the fee

1 surplus is transferred to fund a service or function not directly related
2 to the fee and the costs of the activity funded from the fee, (g) any
3 funds excluded from restricted funds for the prior year because they were
4 budgeted for capital improvements but which were not spent and are not
5 expected to be spent for capital improvements, (h) the tax provided in
6 sections 77-27,223 to 77-27,227 beginning in the second fiscal year in
7 which the county will receive a full year of receipts, and (i) any excess
8 tax collections returned to the county under section 77-1776. Funds
9 received pursuant to the nameplate capacity tax levied under section
10 77-6203 for the first five years after a renewable energy generation
11 facility has been commissioned are nonrestricted funds; and

12 (7) State aid means:

13 (a) For all governmental units, state aid paid pursuant to sections
14 60-3,202 and 77-3523 and reimbursement provided pursuant to section
15 77-1239;

16 (b) For municipalities, state aid to municipalities paid pursuant to
17 sections 39-2501 to 39-2520, 60-3,190, and 77-27,139.04 and insurance
18 premium tax paid to municipalities;

19 (c) For counties, state aid to counties paid pursuant to sections
20 60-3,184 to 60-3,190, insurance premium tax paid to counties, and
21 reimbursements to counties from funds appropriated pursuant to section
22 29-3933;

23 (d) For community colleges, state aid to community colleges paid
24 pursuant to the Community College Aid Act;

25 (e) For educational service units, state aid appropriated under
26 sections 79-1241.01 and 79-1241.03; and

27 (f) For local public health departments as defined in section
28 71-1626, state aid as distributed under section 71-1628.08.

29 Sec. 23. Section 13-2817, Reissue Revised Statutes of Nebraska, is
30 amended to read:

31 13-2817 (1) Any municipality that is within the boundaries of a

1 municipal county that is not merged into the municipal county shall be
2 required to pay the municipal county for services that were previously
3 provided by the county and are not ordinarily provided by a municipality.
4 Except as provided in subsection (2) of this section, the amount paid
5 shall be equal to the attributable cost of county services times a ratio,
6 the numerator of which is the total valuation of all municipalities that
7 are within the boundaries of the municipal county and the denominator of
8 which is the total valuation of the municipal county and all
9 municipalities and unconsolidated sanitary and improvement districts that
10 are within the boundaries of the municipal county that are not merged
11 into the municipal county, times a ratio the numerator of which is the
12 valuation of the particular municipality and the denominator of which is
13 the total valuation of all municipalities that are within the boundaries
14 of the municipal county, except that (a) the amount paid shall not exceed
15 the total taxable valuation of the municipality times forty-five
16 hundredths of one percent and (b) the municipality shall not be required
17 to pay the municipal county for fire protection or ambulance services.

18 (2) The amount paid for law enforcement by a municipality that is
19 within the boundaries of a municipal county but is not merged into the
20 municipal county shall be as follows: (a) If the county did not provide
21 law enforcement services prior to the formation of the municipal county
22 or if the municipality continues its own law enforcement services after
23 formation of the municipal county, the total cost of services budgeted by
24 the municipal county for law enforcement shall be the net cost of
25 services that are the express and exclusive duties and responsibilities
26 of the county sheriff by law times the same ratios calculated in
27 subsection (1) of this section; (b) if the municipality discontinues
28 providing law enforcement services after the formation of the municipal
29 county (i) the municipal county shall provide a level of service in such
30 municipality that is equal to the level provided in the area or areas of
31 the municipal county that were municipalities prior to the formation of

1 the municipal county and (ii) the municipality shall pay the municipal
2 county for the cost of county services for law enforcement as calculated
3 in subsection (1) of this section, except that for the first five years,
4 the amount shall be no more than the amount budgeted by the municipality
5 for law enforcement services in the last year the municipality provided
6 the services for itself; and (c) if the municipal county has deputized
7 the police force of the municipality to perform the express and exclusive
8 duties and responsibilities of the county sheriff by law, there shall be
9 no amount paid to the municipal county for law enforcement services.

10 (3) Disputes regarding the amounts any municipality that is within
11 the boundaries of a municipal county that is not merged into the
12 municipal county must pay to the municipal county for services that were
13 previously provided by the county and are not ordinarily provided by a
14 municipality shall be heard in the district court of such municipal
15 county.

16 (4) For purposes of this section and section 13-2818, attributable
17 cost of county services means the total budgeted cost of services that
18 were previously provided by the county for the immediately prior fiscal
19 year times a ratio, the numerator of which is the property tax request of
20 the municipal county or the county and all cities to be consolidated for
21 the prior fiscal year, not including any tax for bonded indebtedness, and
22 the denominator of which is the total revenue from all sources that was
23 ~~of the restricted funds as defined in section 13-518 plus inheritance~~
24 ~~taxes, fees, and charges and other revenue that were~~ budgeted for the
25 immediately prior fiscal year by the municipal county or the county and
26 all cities to be consolidated.

27 Sec. 24. Section 14-109, Reissue Revised Statutes of Nebraska, is
28 amended to read:

29 14-109 (1)(a) The city council of a city of the metropolitan class
30 shall have power to tax for revenue, license, and regulate any person
31 within the limits of the city by ordinance except as otherwise provided

1 in this section. Such tax may include both a tax for revenue and license.
2 The city council may raise revenue by levying and collecting a tax on any
3 occupation or business within the limits of the city. After March 27,
4 2014, any occupation tax imposed pursuant to this section shall make a
5 reasonable classification of businesses, users of space, or kinds of
6 transactions for purposes of imposing such tax, except that no occupation
7 tax shall be imposed on any transaction which is subject to tax under
8 section 53-160, 66-489, 66-489.02, 66-4,140, 66-4,145, 66-4,146, 77-2602,
9 or 77-4008 or which is exempt from tax under section 77-2704.24. ~~The~~
10 ~~occupation tax shall be imposed in the manner provided in section~~
11 ~~18-1208, except that section 18-1208 does not apply to an occupation tax~~
12 ~~subject to section 86-704.~~ All such taxes shall be uniform in respect to
13 the class upon which they are imposed. All scientific and literary
14 lectures and entertainments shall be exempt from taxation, as well as
15 concerts and all other musical entertainments given exclusively by the
16 citizens of the city. It shall be the duty of the city clerk to deliver
17 to the city treasurer a copy of the ordinance levying such tax.

18 (b) For purposes of this subsection, limits of the city does not
19 include the extraterritorial zoning jurisdiction of such city.

20 (2)(a) Except as otherwise provided in subdivision (c) of this
21 subsection, the city council shall also have the power to require any
22 individual whose primary residence or person who owns a place of business
23 which is within the limits of the city and that owns and operates a motor
24 vehicle within such limits to annually register such motor vehicle in
25 such manner as may be provided and to require such person to pay an
26 annual motor vehicle fee therefor and to require the payment of such fee
27 upon the change of ownership of such vehicle. All such fees which may be
28 provided for under this subsection shall be credited to a separate fund
29 of the city, thereby created, to be used exclusively for constructing,
30 repairing, maintaining, or improving streets, roads, alleys, public ways,
31 or parts of such streets, roads, alleys, or ways or for the amortization

1 of bonded indebtedness when created for such purposes.

2 (b) No motor vehicle fee shall be required under this subsection if

3 (i) a vehicle is used or stored but temporarily in such city for a period
4 of six months or less in a twelve-month period, (ii) an individual does
5 not have a primary residence or a person does not own a place of business
6 within the limits of the city and does not own and operate a motor
7 vehicle within the limits of the city, or (iii) an individual is a full-
8 time student attending a postsecondary institution within the limits of
9 the city and the motor vehicle's situs under the Motor Vehicle
10 Certificate of Title Act is different from the place at which he or she
11 is attending such institution.

12 (c) After December 31, 2012, no motor vehicle fee shall be required
13 of any individual whose primary residence is within the extraterritorial
14 zoning jurisdiction of such city or any person who owns a place of
15 business within such jurisdiction.

16 (d) For purposes of this subsection, limits of the city includes the
17 extraterritorial zoning jurisdiction of such city.

18 (3) For purposes of this section, person includes bodies corporate,
19 societies, communities, the public generally, individuals, partnerships,
20 limited liability companies, joint-stock companies, cooperatives, and
21 associations. Person does not include any federal, state, or local
22 government or any political subdivision thereof.

23 Sec. 25. Section 15-202, Reissue Revised Statutes of Nebraska, is
24 amended to read:

25 15-202 A city of the primary class shall have the power to levy
26 taxes for general revenue purposes on all property within the corporate
27 limits of the city taxable according to the laws of Nebraska and to levy
28 an occupation tax on public service property or corporations in such
29 amounts as may be proper and necessary, in the judgment of the mayor and
30 city council, for purposes of revenue. All such taxes shall be uniform
31 with respect to the class upon which they are imposed. The occupation tax

1 may be based upon a certain percentage of the gross receipts of such
2 public service corporation or upon such other basis as may be determined
3 upon by the mayor and city council. After March 27, 2014, any occupation
4 tax imposed pursuant to this section shall make a reasonable
5 classification of businesses, users of space, or kinds of transactions
6 for purposes of imposing such tax, except that no occupation tax shall be
7 imposed on any transaction which is subject to tax under section 53-160,
8 66-489, 66-489.02, 66-4,140, 66-4,145, 66-4,146, 77-2602, or 77-4008 or
9 which is exempt from tax under section 77-2704.24. ~~The occupation tax~~
10 ~~shall be imposed in the manner provided in section 18-1208, except that~~
11 ~~section 18-1208 does not apply to an occupation tax subject to section~~
12 ~~86-704.~~

13 Sec. 26. Section 15-203, Reissue Revised Statutes of Nebraska, is
14 amended to read:

15 15-203 A city of the primary class shall have power to raise revenue
16 by levying and collecting a license or occupation tax on any person,
17 partnership, limited liability company, corporation, or business within
18 the limits of the city and regulate the same by ordinance except as
19 otherwise provided in this section and in section 15-212. After March 27,
20 2014, any occupation tax imposed pursuant to this section shall make a
21 reasonable classification of businesses, users of space, or kinds of
22 transactions for purposes of imposing such tax, except that no occupation
23 tax shall be imposed on any transaction which is subject to tax under
24 section 53-160, 66-489, 66-489.02, 66-4,140, 66-4,145, 66-4,146, 77-2602,
25 or 77-4008 or which is exempt from tax under section 77-2704.24. ~~The~~
26 ~~occupation tax shall be imposed in the manner provided in section~~
27 ~~18-1208, except that section 18-1208 does not apply to an occupation tax~~
28 ~~subject to section 86-704.~~ All such taxes shall be uniform in respect to
29 the class upon which they are imposed. All scientific and literary
30 lectures and entertainments shall be exempt from such taxation as well as
31 concerts and all other musical entertainments given exclusively by the

1 citizens of the city.

2 Sec. 27. Section 16-205, Reissue Revised Statutes of Nebraska, is
3 amended to read:

4 16-205 A city of the first class may raise revenue by levying and
5 collecting a license or occupation tax on any person, partnership,
6 limited liability company, corporation, or business within the limits of
7 the city and may regulate the same by ordinance. After March 27, 2014,
8 any occupation tax imposed pursuant to this section shall make a
9 reasonable classification of businesses, users of space, or kinds of
10 transactions for purposes of imposing such tax, except that no occupation
11 tax shall be imposed on any transaction which is subject to tax under
12 section 53-160, 66-489, 66-489.02, 66-4,140, 66-4,145, 66-4,146, 77-2602,
13 or 77-4008 or which is exempt from tax under section 77-2704.24. ~~The~~
14 ~~occupation tax shall be imposed in the manner provided in section~~
15 ~~18-1208, except that section 18-1208 does not apply to an occupation tax~~
16 ~~subject to section 86-704.~~ All such taxes shall be uniform in respect to
17 the class upon which they are imposed. All scientific and literary
18 lectures and entertainments shall be exempt from such taxation as well as
19 concerts and all other musical entertainments given exclusively by the
20 citizens of the city.

21 Sec. 28. Section 17-525, Reissue Revised Statutes of Nebraska, is
22 amended to read:

23 17-525 Cities of the second class and villages shall have power to
24 raise revenue by levying and collecting a license tax on any occupation
25 or business within the limits of the city or village and regulate such
26 occupation or business by ordinance. After March 27, 2014, any occupation
27 tax imposed pursuant to this section shall make a reasonable
28 classification of businesses, users of space, or kinds of transactions
29 for purposes of imposing such tax, except that no occupation tax shall be
30 imposed on any transaction which is subject to tax under section 53-160,
31 66-489, 66-489.02, 66-4,140, 66-4,145, 66-4,146, 77-2602, or 77-4008 or

1 which is exempt from tax under section 77-2704.24. ~~The occupation tax~~
2 ~~shall be imposed in the manner provided in section 18-1208, except that~~
3 ~~section 18-1208 does not apply to an occupation tax subject to section~~
4 ~~86-704.~~ All such taxes shall be uniform in respect to the classes upon
5 which they are imposed. All scientific and literary lectures and
6 entertainments shall be exempt from such taxation, as well as concerts
7 and other musical entertainments given exclusively by the citizens of the
8 city or village.

9 Sec. 29. Section 29-3933, Reissue Revised Statutes of Nebraska, is
10 amended to read:

11 29-3933 (1) Any county which intends to request reimbursement for a
12 portion of its expenditures for its indigent defense system must comply
13 with this section.

14 (2) In order to assist the Commission on Public Advocacy in its
15 budgeting process for determining future reimbursement amounts, after
16 July 1, 2002, and before July 15, 2002, and for each year thereafter in
17 which the county intends to seek reimbursement for a portion of its
18 expenditures for indigent defense services in felony cases for the next
19 fiscal year, the county shall present to the Commission on Public
20 Advocacy (a) a plan, in a format approved by the commission, describing
21 how the county intends to provide indigent defense services in felony
22 cases, (b) a statement of intent declaring that the county intends to
23 comply with the standards set by the commission for felony cases and that
24 the county intends to apply for reimbursement, and (c) a projection of
25 the total dollar amount of expenditures for that county's indigent
26 defense services in felony cases for the next fiscal year.

27 (3) The commission may conduct whatever investigation is necessary
28 and may require certifications by key individuals in the criminal justice
29 system, in order to determine if the county is in compliance with the
30 standards. If a county is certified by the commission as having met the
31 standards established by the commission for felony cases, the county

1 shall be eligible for reimbursement according to the following schedule
2 and procedures: The county clerk of the county seeking reimbursement may
3 submit, on a quarterly basis, a certified request to the commission, for
4 reimbursement from funds appropriated by the Legislature, for an amount
5 equal to one-fourth of the county's actual expenditures for indigent
6 defense services in felony cases.

7 (4) Upon certification by the county clerk of the amount of the
8 expenditures, and a determination by the commission that the request is
9 in compliance with the standards set by the commission for felony cases,
10 the commission shall quarterly authorize an amount of reimbursement to
11 the county as set forth in this section.

12 (5) If the appropriated funds are insufficient in any quarter to
13 meet the amount needed for full payment of all county reimbursements for
14 net expenditures that are certified for that quarter, the commission
15 shall pay the counties their pro rata share of the remaining funds based
16 upon the percentage of the county's certified request in comparison to
17 the total certified requests for that quarter.

18 (6) For purposes of section 13-519, for any year in which a county
19 first seeks reimbursement from funds appropriated by the Legislature or
20 has previously qualified for reimbursement and is seeking additional
21 reimbursement for improving its indigent criminal defense program, the
22 last prior year's total of restricted funds shall be the last prior
23 year's total of restricted funds plus any increased amount budgeted for
24 indigent defense services that is required to develop a plan and meet the
25 standards necessary to qualify for reimbursement of expenses from funds
26 appropriated by the Legislature. This subsection applies to fiscal years
27 beginning prior to July 1, 2025.

28 Sec. 30. Section 53-160, Reissue Revised Statutes of Nebraska, is
29 amended to read:

30 53-160 (1)(a) ~~(1)~~ For the purpose of raising revenue, a tax is
31 imposed upon the privilege of engaging in business as a manufacturer or a

1 wholesaler at a rate of:

2 (i) Thirty-one cents per gallon on all beer manufactured and sold by
3 such manufacturer or shipped for sale in this state by such wholesaler in
4 the course of such business;

5 (ii) Ninety-five cents per gallon for wine manufactured and sold by
6 such manufacturer or shipped for sale in this state by such wholesaler in
7 the course of such business, except for wines produced and released from
8 bond in farm wineries;

9 (iii) Six cents per gallon for wine produced and released from bond
10 in farm wineries manufactured and sold by such manufacturer or shipped
11 for sale in this state by such wholesaler in the course of such business;

12 (iv) Two dollars and seventy-five cents per gallon on alcohol and
13 spirits that are manufactured by a manufacturer that either manufactures
14 and sells in this state, or ships in this state via a wholesaler in the
15 course of such business, one hundred thousand gallons of alcohol or
16 spirits or less within such calendar year; and

17 (v) Seven dollars per gallon on alcohol and spirits that are
18 manufactured by a manufacturer that either manufactures and sells in this
19 state, or ships in this state via a wholesaler in the course of such
20 business, more than one hundred thousand gallons of alcohol or spirits
21 within such calendar year.

22 ~~thirty-one cents per gallon on all beer; ninety-five cents per~~
23 ~~gallon for wine, except for wines produced and released from bond in farm~~
24 ~~wineries; six cents per gallon for wine produced and released from bond~~
25 ~~in farm wineries; and three dollars and seventy-five cents per gallon on~~
26 ~~alcohol and spirits manufactured and sold by such manufacturer or shipped~~
27 ~~for sale in this state by such wholesaler in the course of such business.~~

28 (b) The gallonage tax imposed by this subsection shall be imposed
29 only on alcoholic liquor upon which a federal excise tax is imposed.

30 (2) Manufacturers or wholesalers of alcoholic liquor shall be exempt
31 from the payment of the gallonage tax on such alcoholic liquor upon

1 satisfactory proof, including bills of lading furnished to the commission
2 by affidavit or otherwise as the commission may require, that such
3 alcoholic liquor was manufactured in this state but shipped out of the
4 state for sale and consumption outside this state.

5 (3) Dry wines or fortified wines manufactured or shipped into this
6 state solely and exclusively for sacramental purposes and uses shall not
7 be subject to the gallonage tax.

8 (4) The gallonage tax shall not be imposed upon any alcoholic
9 liquor, whether manufactured in or shipped into this state, when sold to
10 a licensed nonbeverage user for use in the manufacture of any of the
11 following when such products are unfit for beverage purposes: Patent and
12 proprietary medicines and medicinal, antiseptic, and toilet preparations;
13 flavoring extracts, syrups, food products, and confections or candy;
14 scientific, industrial, and chemical products, except denatured alcohol;
15 or products for scientific, chemical, experimental, or mechanical
16 purposes.

17 (5) The gallonage tax shall not be imposed upon the privilege of
18 engaging in any business in interstate commerce or otherwise, which
19 business may not, under the Constitution and statutes of the United
20 States, be made the subject of taxation by this state.

21 (6) The gallonage tax shall be in addition to all other occupation
22 or privilege taxes imposed by this state or by any municipal corporation
23 or political subdivision thereof.

24 (7) The commission shall collect the gallonage tax and shall account
25 for and remit to the State Treasurer at least once each week all money
26 collected pursuant to this section. If any alcoholic liquor manufactured
27 in or shipped into this state is sold to a licensed manufacturer or
28 wholesaler of this state to be used solely as an ingredient in the
29 manufacture of any beverage for human consumption, the tax imposed upon
30 such manufacturer or wholesaler shall be reduced by the amount of the
31 taxes which have been paid as to such alcoholic liquor so used under the

1 Nebraska Liquor Control Act. The net proceeds of all revenue arising
2 under this section shall be credited to the General Fund, except that the
3 amount of gallonage tax revenue derived pursuant to subdivision (1)(a)(v)
4 of this section from a rate in excess of three dollars and seventy-five
5 cents per gallon shall be credited to the Education Future Fund.

6 Sec. 31. Section 72-2305, Reissue Revised Statutes of Nebraska, is
7 amended to read:

8 72-2305 For joint projects described in subdivision (2)(a) of
9 section 72-2303, the principal amount of bonds which may be issued by a
10 qualified public agency under the Public Facilities Construction and
11 Finance Act shall not exceed five million dollars as to the total
12 principal amount of such bonds which may be outstanding at any time, and
13 the annual amounts due by reason of such bonds from each qualified public
14 agency shall not exceed five percent of the total revenue from all
15 sources ~~restricted funds~~ of the obligated qualified public agency in the
16 year prior to issuance. The principal amount of bonds of qualified public
17 agencies in the aggregate issued for any one such joint project shall not
18 exceed five million dollars.

19 Sec. 32. Section 72-2306, Reissue Revised Statutes of Nebraska, is
20 amended to read:

21 72-2306 For joint projects described in subdivision (2)(b) of
22 section 72-2303, the principal amount of bonds which may be issued by a
23 qualified public agency under the Public Facilities Construction and
24 Finance Act shall not exceed two hundred fifty thousand dollars for
25 cities of the metropolitan and primary classes, one hundred thousand
26 dollars for counties, cities of the first class, school districts,
27 educational service units, and community colleges, and fifty thousand
28 dollars for cities of the second class and villages, as to the total
29 principal amount of such bonds which may be outstanding at any time, and
30 the annual amounts due by reason of such bonds from each qualified public
31 agency shall not exceed five percent of the total revenue from all

1 ~~sources restricted funds~~ of the obligated qualified public agency in the
2 year prior to issuance. The principal amount of bonds of a qualified
3 public agency in the aggregate issued for any one such joint project
4 shall not exceed two hundred and fifty thousand dollars for cities of the
5 metropolitan and primary classes and one hundred thousand dollars for
6 counties, cities of the first class, cities of the second class,
7 villages, school districts, educational service units, and community
8 colleges.

9 Sec. 33. Section 77-382, Revised Statutes Cumulative Supplement,
10 2022, is amended to read:

11 77-382 (1) The department shall prepare a tax expenditure report
12 describing (a) the basic provisions of the Nebraska tax laws, (b) the
13 actual or estimated revenue loss caused by the exemptions, deductions,
14 exclusions, deferrals, credits, and preferential rates in effect on July
15 1 of each year and allowed under Nebraska's tax structure and in the
16 property tax, (c) the actual or estimated revenue loss caused by failure
17 to impose sales and use tax on services purchased for nonbusiness use,
18 and (d) the elements which make up the tax base for state and local
19 income, including income, sales and use, property, and miscellaneous
20 taxes.

21 (2) The department shall review the major tax exemptions for which
22 state general funds are used to reduce the impact of revenue lost due to
23 a tax expenditure. The report shall indicate an estimate of the amount of
24 the reduction in revenue resulting from the operation of all tax
25 expenditures. The report shall list each tax expenditure relating to
26 sales and use tax under the following categories:

27 (a) Agriculture, which shall include a separate listing for the
28 following items: Agricultural machinery; agricultural chemicals; seeds
29 sold to commercial producers; water for irrigation and manufacturing;
30 commercial artificial insemination; ~~mineral oil as dust suppressant;~~
31 animal grooming; oxygen for use in aquaculture; animal life whose

1 products constitute food for human consumption; and grains;

2 (b) Business across state lines, which shall include a separate
3 listing for the following items: Property shipped out-of-state;
4 fabrication labor for items to be shipped out-of-state; property to be
5 transported out-of-state; property purchased in other states to be used
6 in Nebraska; aircraft delivery to an out-of-state resident or business;
7 state reciprocal agreements for industrial machinery; and property taxed
8 in another state;

9 (c) Common carrier and logistics, which shall include a separate
10 listing for the following items: Railroad rolling stock and repair parts
11 ~~and services~~; common or contract carriers and repair parts ~~and services~~;
12 common or contract carrier accessories; and common or contract carrier
13 safety equipment;

14 (d) Consumer goods, which shall include a separate listing for the
15 following items: Motor vehicles and motorboat trade-ins; merchandise
16 trade-ins; certain medical equipment and medicine; newspapers;
17 laundromats; ~~telefloral deliveries~~; motor vehicle discounts for the
18 disabled; and political campaign fundraisers;

19 (e) Energy, which shall include a separate listing for the following
20 items: Motor fuels; energy used in industry; energy used in agriculture;
21 aviation fuel; and minerals, oil, and gas severed from real property;

22 (f) Food, which shall include a separate listing for the following
23 items: Food for home consumption; Supplemental Nutrition Assistance
24 Program; school lunches; meals sold by hospitals; meals sold by
25 institutions at a flat rate; food for the elderly, handicapped, and
26 Supplemental Security Income recipients; and meals sold by churches;

27 (g) General business, which shall include a separate listing for the
28 following items: Component and ingredient parts; manufacturing machinery;
29 containers; film rentals; molds and dies; syndicated programming;
30 intercompany sales; intercompany leases; sale of a business or farm
31 machinery; and transfer of property in a change of business ownership;

1 (h) Lodging and shelter, which shall include a separate listing for
2 the following item: Room rentals by certain institutions;

3 (i) Miscellaneous, which shall include a separate listing for the
4 following items: Cash discounts and coupons; separately stated finance
5 charges; casual sales; lease-to-purchase agreements; and separately
6 stated taxes;

7 (j) Nonprofits, governments, and exempt entities, which shall
8 include a separate listing for the following items: Purchases by
9 political subdivisions of the state; purchases by churches and nonprofit
10 colleges and medical facilities; purchasing agents for public real estate
11 construction improvements; contractor as purchasing agent for public
12 agencies; ~~Nebraska lottery~~; admissions to school events; sales on Native
13 American Indian reservations; school-supporting fundraisers; ~~fine art~~
14 ~~purchases by a museum~~; purchases by the Nebraska State Fair Board;
15 purchases by the Nebraska Investment Finance Authority ~~and licensees of~~
16 ~~the State Racing and Gaming Commission~~; purchases by the United States
17 Government; public records; and sales by religious organizations;

18 (k) Recent sales tax expenditures, which shall include a separate
19 listing for each sales tax expenditure created by statute or rule and
20 regulation after July 19, 2012;

21 (l) Services purchased for nonbusiness use, which shall include a
22 separate listing for each such service, including, but not limited to,
23 the following items: Motor vehicle cleaning, maintenance, and repair
24 services; ~~cleaning and repair of clothing~~; cleaning, maintenance, and
25 repair of ~~other~~ tangible personal property; maintenance, painting, and
26 repair of real property; entertainment admissions; personal care
27 services; ~~lawn care, gardening, and landscaping services~~; ~~pet-related~~
28 ~~services~~; ~~storage and moving services~~; household utilities; ~~other~~
29 ~~personal services~~; ~~taxi, limousine, and other transportation services~~;
30 ~~legal services~~; and ~~accounting services~~; ~~other professional services~~; and
31 ~~other real estate services~~; and

1 (m) Telecommunications, which shall include a separate listing for
2 the following items: ~~Prepaid Telecommunications access charges; prepaid~~
3 ~~calling arrangements; conference bridging services;~~ and nonvoice data
4 services.

5 (3) It is the intent of the Legislature that nothing in the Tax
6 Expenditure Reporting Act shall cause the valuation or assessment of any
7 property exempt from taxation on the basis of its use exclusively for
8 religious, educational, or charitable purposes.

9 Sec. 34. Section 77-1632, Revised Statutes Supplement, 2023, is
10 amended to read:

11 77-1632 (1) If the annual assessment of property would result in an
12 increase in the total property taxes levied by a county, city, village,
13 school district, learning community, sanitary and improvement district,
14 natural resources district, educational service unit, or community
15 college, as determined using the previous year's rate of levy, such
16 political subdivision's property tax request for the current year shall
17 be no more than its property tax request in the prior year, and the
18 political subdivision's rate of levy for the current year shall be
19 decreased accordingly when such rate is set by the county board of
20 equalization pursuant to section 77-1601. The governing body of the
21 political subdivision shall pass a resolution or ordinance to set the
22 amount of its property tax request after holding the public hearing
23 required in subsection (3) of this section. If the governing body of a
24 political subdivision seeks to set its property tax request at an amount
25 that exceeds its property tax request in the prior year, it may do so,
26 subject to the limitations provided in the School District Property Tax
27 Limitation Act and the Property Tax Growth Limitation Act, to the extent
28 ~~allowed by law~~ after holding the public hearing required in subsection
29 (3) of this section and by passing a resolution or ordinance that
30 complies with subsection (4) of this section. If any county, city, school
31 district, or community college seeks to increase its property tax request

1 by more than the allowable growth percentage, such political subdivision
2 shall comply with the requirements of section 77-1633 in lieu of the
3 requirements in subsections (3) and (4) of this section.

4 (2) If the annual assessment of property would result in no change
5 or a decrease in the total property taxes levied by a county, city,
6 village, school district, learning community, sanitary and improvement
7 district, natural resources district, educational service unit, or
8 community college, as determined using the previous year's rate of levy,
9 such political subdivision's property tax request for the current year
10 shall be no more than its property tax request in the prior year, and the
11 political subdivision's rate of levy for the current year shall be
12 adjusted accordingly when such rate is set by the county board of
13 equalization pursuant to section 77-1601. The governing body of the
14 political subdivision shall pass a resolution or ordinance to set the
15 amount of its property tax request after holding the public hearing
16 required in subsection (3) of this section. If the governing body of a
17 political subdivision seeks to set its property tax request at an amount
18 that exceeds its property tax request in the prior year, it may do so,
19 subject to the limitations provided in the School District Property Tax
20 Limitation Act and the Property Tax Growth Limitation Act, to the extent
21 allowed by law after holding the public hearing required in subsection
22 (3) of this section and by passing a resolution or ordinance that
23 complies with subsection (4) of this section. If any county, city, school
24 district, or community college seeks to increase its property tax request
25 by more than the allowable growth percentage, such political subdivision
26 shall comply with the requirements of section 77-1633 in lieu of the
27 requirements in subsections (3) and (4) of this section.

28 (3) The resolution or ordinance required under this section shall
29 only be passed after a special public hearing called for such purpose is
30 held and after notice is published in a newspaper of general circulation
31 in the area of the political subdivision at least four calendar days

1 prior to the hearing. For purposes of such notice, the four calendar days
2 shall include the day of publication but not the day of hearing. If the
3 political subdivision's total operating budget, not including reserves,
4 does not exceed ten thousand dollars per year or twenty thousand dollars
5 per biennial period, the notice may be posted at the governing body's
6 principal headquarters. The hearing notice shall contain the following
7 information: The certified taxable valuation under section 13-509 for the
8 prior year, the certified taxable valuation under section 13-509 for the
9 current year, and the percentage increase or decrease in such valuations
10 from the prior year to the current year; the dollar amount of the prior
11 year's tax request and the property tax rate that was necessary to fund
12 that tax request; the property tax rate that would be necessary to fund
13 last year's tax request if applied to the current year's valuation; the
14 proposed dollar amount of the tax request for the current year and the
15 property tax rate that will be necessary to fund that tax request; the
16 percentage increase or decrease in the property tax rate from the prior
17 year to the current year; and the percentage increase or decrease in the
18 total operating budget from the prior year to the current year.

19 (4) Any resolution or ordinance setting a political subdivision's
20 property tax request under this section at an amount that exceeds the
21 political subdivision's property tax request in the prior year shall
22 include, but not be limited to, the following information:

23 (a) The name of the political subdivision;

24 (b) The amount of the property tax request;

25 (c) The following statements:

26 (i) The total assessed value of property differs from last year's
27 total assessed value by percent;

28 (ii) The tax rate which would levy the same amount of property taxes
29 as last year, when multiplied by the new total assessed value of
30 property, would be \$..... per \$100 of assessed value;

31 (iii) The (name of political subdivision) proposes to adopt a

1 property tax request that will cause its tax rate to be \$..... per \$100
2 of assessed value; and

3 (iv) Based on the proposed property tax request and changes in other
4 revenue, the total operating budget of (name of political subdivision)
5 will (increase or decrease) last year's budget by percent; and

6 (d) The record vote of the governing body in passing such resolution
7 or ordinance.

8 (5) Any resolution or ordinance setting a property tax request under
9 this section shall be certified and forwarded to the county clerk on or
10 before October 15 of the year for which the tax request is to apply.

11 Sec. 35. Section 77-1633, Revised Statutes Supplement, 2023, is
12 amended to read:

13 77-1633 (1) For purposes of this section, political subdivision
14 means any county, city, school district, or community college.

15 (2) If any political subdivision seeks to increase its property tax
16 request by more than the allowable growth percentage, such political
17 subdivision may do so, subject to the limitations provided in the School
18 District Property Tax Limitation Act and the Property Tax Growth
19 Limitation Act, if the following requirements are met to the extent
20 allowed by law if:

21 (a) A public hearing is held and notice of such hearing is provided
22 in compliance with subsection (3) of this section; and

23 (b) The governing body of such political subdivision passes a
24 resolution or an ordinance that complies with subsection (4) of this
25 section.

26 (3)(a) Each political subdivision within a county that seeks to
27 increase its property tax request by more than the allowable growth
28 percentage shall participate in a joint public hearing. Each such
29 political subdivision shall designate one representative to attend the
30 joint public hearing on behalf of the political subdivision. If a
31 political subdivision includes area in more than one county, the

1 political subdivision shall be deemed to be within the county in which
2 the political subdivision's principal headquarters are located. At such
3 hearing, there shall be no items on the agenda other than discussion on
4 each political subdivision's intent to increase its property tax request
5 by more than the allowable growth percentage.

6 (b) At least one elected official from each participating political
7 subdivision shall attend the joint public hearing. An elected official
8 may be the designated representative from a participating political
9 subdivision. The presence of a quorum or the participation of elected
10 officials at the joint public hearing does not constitute a meeting as
11 defined by section 84-1409 of the Open Meetings Act.

12 (c) The joint public hearing shall be held on or after September 14
13 and prior to September 24 and before any of the participating political
14 subdivisions file their adopted budget statement pursuant to section
15 13-508.

16 (d) The joint public hearing shall be held after 6 p.m. local time
17 on the relevant date.

18 (e) The joint public hearing shall be organized by the county clerk
19 or his or her designee. At the joint public hearing, the designated
20 representative of each political subdivision shall give a brief
21 presentation on the political subdivision's intent to increase its
22 property tax request by more than the allowable growth percentage and the
23 effect of such request on the political subdivision's budget. The
24 presentation shall include:

25 (i) The name of the political subdivision;

26 (ii) The amount of the property tax request; and

27 (iii) The following statements:

28 (A) The total assessed value of property differs from last year's
29 total assessed value by percent;

30 (B) The tax rate which would levy the same amount of property taxes
31 as last year, when multiplied by the new total assessed value of

1 property, would be \$..... per \$100 of assessed value;

2 (C) The (name of political subdivision) proposes to adopt a property
3 tax request that will cause its tax rate to be \$..... per \$100 of
4 assessed value;

5 (D) Based on the proposed property tax request and changes in other
6 revenue, the total operating budget of (name of political subdivision)
7 will exceed last year's by percent; and

8 (E) To obtain more information regarding the increase in the
9 property tax request, citizens may contact the (name of political
10 subdivision) at (telephone number and email address of political
11 subdivision).

12 (f) Any member of the public shall be allowed to speak at the joint
13 public hearing and shall be given a reasonable amount of time to do so.

14 (g) Notice of the joint public hearing shall be provided:

15 (i) By sending a postcard to all affected property taxpayers. The
16 postcard shall be sent to the name and address to which the property tax
17 statement is mailed;

18 (ii) By posting notice of the hearing on the home page of the
19 relevant county's website, except that this requirement shall only apply
20 if the county has a population of more than ten thousand inhabitants; and

21 (iii) By publishing notice of the hearing in a legal newspaper in or
22 of general circulation in the relevant county.

23 (h) Each political subdivision that participates in the joint public
24 hearing shall electronically send the information prescribed in
25 subdivision (3)(i) of this section to the county assessor by September 4.
26 The county clerk shall notify the county assessor of the date, time, and
27 location of the joint public hearing no later than September 4. The
28 county clerk shall notify each participating political subdivision of the
29 date, time, and location of the joint public hearing. The county assessor
30 shall send the information required to be included on the postcards
31 pursuant to subdivision (3)(i) of this section to a printing service

1 designated by the county board. The initial cost for printing the
2 postcards shall be paid from the county general fund. Such postcards
3 shall be mailed at least seven calendar days before the joint public
4 hearing. The cost of creating and mailing the postcards, including staff
5 time, materials, and postage, shall be charged proportionately to the
6 political subdivisions participating in the joint public hearing based on
7 the total number of parcels in each participating political subdivision.
8 Each participating political subdivision shall also maintain a
9 prominently displayed and easily accessible link on the home page of the
10 political subdivision's website to the political subdivision's proposed
11 budget, except that this requirement shall not apply if the political
12 subdivision is a county with a population of less than ten thousand
13 inhabitants, a city with a population of less than one thousand
14 inhabitants, or, for joint public hearings prior to January 1, 2024, a
15 school district.

16 (i) The postcard sent under this subsection and the notice posted on
17 the county's website, if required under subdivision (3)(g)(ii) of this
18 section, and published in the newspaper shall include the date, time, and
19 location for the joint public hearing, a listing of and telephone number
20 for each political subdivision that will be participating in the joint
21 public hearing, and the amount of each participating political
22 subdivision's property tax request. The postcard shall also contain the
23 following information:

24 (i) The following words in capitalized type at the top of the
25 postcard: NOTICE OF PROPOSED TAX INCREASE;

26 (ii) The name of the county that will hold the joint public hearing,
27 which shall appear directly underneath the capitalized words described in
28 subdivision (3)(i)(i) of this section;

29 (iii) The following statement: The following political subdivisions
30 are proposing a revenue increase which would result in an overall
31 increase in property taxes in (insert current tax year). THE ACTUAL TAX

1 ON YOUR PROPERTY MAY INCREASE OR DECREASE. This notice contains estimates
2 of the tax on your property as a result of this revenue increase. These
3 estimates are calculated on the basis of the proposed (insert current tax
4 year) data. The actual tax on your property may vary from these
5 estimates.

6 (iv) The parcel number for the property;

7 (v) The name of the property owner and the address of the property;

8 (vi) The property's assessed value in the previous tax year;

9 (vii) The amount of property taxes due in the previous tax year for
10 each participating political subdivision;

11 (viii) The property's assessed value for the current tax year;

12 (ix) The amount of property taxes due for the current tax year for
13 each participating political subdivision;

14 (x) The change in the amount of property taxes due for each
15 participating political subdivision from the previous tax year to the
16 current tax year; and

17 (xi) The following statement: To obtain more information regarding
18 the tax increase, citizens may contact the political subdivision at the
19 telephone number provided in this notice.

20 (4) After the joint public hearing required in subsection (3) of
21 this section, the governing body of each participating political
22 subdivision shall pass an ordinance or resolution to set such political
23 subdivision's property tax request. If the political subdivision is
24 increasing its property tax request over the amount from the prior year,
25 including any increase in excess of the allowable growth percentage, then
26 such ordinance or resolution shall include, but not be limited to, the
27 following information:

28 (a) The name of the political subdivision;

29 (b) The amount of the property tax request;

30 (c) The following statements:

31 (i) The total assessed value of property differs from last year's

1 total assessed value by percent;

2 (ii) The tax rate which would levy the same amount of property taxes
3 as last year, when multiplied by the new total assessed value of
4 property, would be \$..... per \$100 of assessed value;

5 (iii) The (name of political subdivision) proposes to adopt a
6 property tax request that will cause its tax rate to be \$..... per \$100
7 of assessed value; and

8 (iv) Based on the proposed property tax request and changes in other
9 revenue, the total operating budget of (name of political subdivision)
10 will exceed last year's by percent; and

11 (d) The record vote of the governing body in passing such resolution
12 or ordinance.

13 (5) Any resolution or ordinance setting a property tax request under
14 this section shall be certified and forwarded to the county clerk on or
15 before October 15 of the year for which the tax request is to apply.

16 (6) The county clerk, or his or her designee, shall prepare a report
17 which shall include:

18 (a) The names of the designated representatives of the political
19 subdivisions participating in the joint public hearing;

20 (b) The name and address of each individual who spoke at the joint
21 public hearing, unless the address requirement is waived to protect the
22 security of the individual, and the name of any organization represented
23 by each such individual;

24 (c) The name of each political subdivision that participated in the
25 joint public hearing;

26 (d) The real growth value and real growth percentage for each
27 participating political subdivision;

28 (e) The amount each participating political subdivision seeks to
29 increase its property tax request in excess of the allowable growth
30 percentage; and

31 (f) The number of individuals who signed in to attend the joint

1 public hearing.

2 Such report shall be delivered to the political subdivisions
3 participating in the joint public hearing within ten days after such
4 hearing.

5 Sec. 36. Section 77-1701, Revised Statutes Supplement, 2023, is
6 amended to read:

7 77-1701 (1) The county treasurer shall be ex officio county
8 collector of all taxes levied within the county. The county board shall
9 designate a county official to mail or otherwise deliver a statement of
10 the amount of taxes due and a notice that special assessments are due, to
11 the last-known address of the person, firm, association, or corporation
12 against whom such taxes or special assessments are assessed or to the
13 lending institution or other party responsible for paying such taxes or
14 special assessments. Such statement shall clearly indicate, for each
15 political subdivision, the levy rate and the amount of taxes due to fund
16 public safety services as defined in section 13-320, county attorneys,
17 and public defenders. Such statement shall also clearly indicate, for
18 each political subdivision, the levy rate and the amount of taxes due as
19 the result of principal or interest payments on bonds issued by the
20 political subdivision and shall show such rate and amount separate from
21 any other levy. When taxes on real property are delinquent for a prior
22 year, the county treasurer shall indicate this information on the current
23 year tax statement in bold letters. The information provided shall inform
24 the taxpayer that delinquent taxes and interest are due for the prior
25 year or years and shall indicate the specific year or years for which
26 such taxes and interest remain unpaid. The language shall read "Back
27 Taxes and Interest Due For", followed by numbers to indicate each year
28 for which back taxes and interest are due and a statement indicating that
29 failure to pay the back taxes and interest may result in the loss of the
30 real property. Failure to receive such statement or notice shall not
31 relieve the taxpayer from any liability to pay such taxes or special

1 assessments and any interest or penalties accrued thereon. In any county
2 in which a city of the metropolitan class is located, all statements of
3 taxes shall also include notice that special assessments for cutting
4 weeds, removing litter, and demolishing buildings are due.

5 (2) Notice that special assessments are due shall not be required
6 for special assessments levied by sanitary and improvement districts
7 organized under Chapter 31, article 7, except that such notice may be
8 provided by the county at the discretion of the county board or by the
9 sanitary and improvement district with the approval of the county board.

10 (3) A statement of the amount of taxes due and a notice that special
11 assessments are due shall not be required to be mailed or otherwise
12 delivered pursuant to subsection (1) of this section if the total amount
13 of the taxes and special assessments due is less than two dollars.
14 Failure to receive the statement or notice shall not relieve the taxpayer
15 from any liability to pay the taxes or special assessments but shall
16 relieve the taxpayer from any liability for interest or penalties. Taxes
17 and special assessments of less than two dollars shall be added to the
18 amount of taxes and special assessments due in subsequent years and shall
19 not be considered delinquent until the total amount is two dollars or
20 more.

21 Sec. 37. Section 77-1776, Revised Statutes Cumulative Supplement,
22 2022, is amended to read:

23 77-1776 Any political subdivision which has received proceeds from a
24 levy imposed on all taxable property within an entire county which is in
25 excess of that requested by the political subdivision under the Property
26 Tax Request Act as a result of a clerical error or mistake shall, in the
27 fiscal year following receipt, return the excess tax collections, net of
28 the collection fee, to the county. By July 31 of the fiscal year
29 following the receipt of any excess tax collections, the county treasurer
30 shall certify to the political subdivision the amount to be returned. For
31 fiscal years beginning prior to July 1, 2025, such ~~Such~~ excess tax

1 collections shall be restricted funds in the budget of the county that
2 receives the funds under section 13-518.

3 Sec. 38. Section 77-2602, Revised Statutes Cumulative Supplement,
4 2022, is amended to read:

5 77-2602 (1) Every stamping agent engaged in distributing or selling
6 cigarettes at wholesale in this state shall pay to the Tax Commissioner
7 of this state a special privilege tax. This shall be in addition to all
8 other taxes. It shall be paid prior to or at the time of the sale, gift,
9 or delivery to the retail dealer in the several amounts as follows: On
10 each package of cigarettes containing not more than twenty cigarettes,
11 one dollar and thirty-six ~~sixty-four~~ cents per package; and on packages
12 containing more than twenty cigarettes, the same tax as provided on
13 packages containing not more than twenty cigarettes for the first twenty
14 cigarettes in each package and a tax of one-twentieth of the tax on the
15 first twenty cigarettes on each cigarette in excess of twenty cigarettes
16 in each package.

17 (2) Beginning October 1, 2004, the State Treasurer shall place the
18 equivalent of forty-nine cents of such tax in the General Fund. For
19 purposes of this section, the equivalent of a specified number of cents
20 of the tax shall mean that portion of the proceeds of the tax equal to
21 the specified number divided by the tax rate per package of cigarettes
22 containing not more than twenty cigarettes.

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

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

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

9 (c) Beginning October 1, 2002, and continuing until all the purposes
10 of the Deferred Building Renewal Act have been fulfilled, the State
11 Treasurer shall place the equivalent of seven cents of such tax in the
12 Building Renewal Allocation Fund. The distribution under this subdivision
13 shall not be less than the amount distributed under this subdivision for
14 FY1997-98. Any money needed to increase the amount distributed under this
15 subdivision to the FY1997-98 amount shall reduce the distribution to the
16 General Fund;

17 (d) Beginning July 1, 2016, and every fiscal year thereafter, the
18 State Treasurer shall place the equivalent of three million eight hundred
19 twenty thousand dollars of such tax in the Nebraska Public Safety
20 Communication System Cash Fund. If necessary, the State Treasurer shall
21 reduce the distribution of tax proceeds to the General Fund pursuant to
22 subsection (2) of this section by such amount required to fulfill the
23 distribution pursuant to this subdivision;~~and~~

24 (e) Beginning July 1, 2016, and every fiscal year thereafter, the
25 State Treasurer shall place the equivalent of one million two hundred
26 fifty thousand dollars of such tax in the Nebraska Health Care Cash Fund.
27 If necessary, the State Treasurer shall reduce the distribution of tax
28 proceeds to the General Fund pursuant to subsection (2) of this section
29 by such amount required to fulfill the distribution pursuant to this
30 subdivision; and -

31 (f) Beginning November 1, 2024, the State Treasurer shall place the

1 equivalent of seventy-two cents of such tax in the Education Future Fund.

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

6 (5) The Legislature hereby finds and determines that the projects
7 funded from the Building Renewal Allocation Fund are of critical
8 importance to the State of Nebraska. It is the intent of the Legislature
9 that the allocations and appropriations made by the Legislature to such
10 fund not be reduced until all contracts and securities relating to the
11 construction and financing of the projects or portions of the projects
12 funded from such fund are completed or paid, and that until such time any
13 reductions in the cigarette tax rate made by the Legislature shall be
14 simultaneously accompanied by equivalent reductions in the amount
15 dedicated to the General Fund from cigarette tax revenue. Any provision
16 made by the Legislature for distribution of the proceeds of the cigarette
17 tax for projects or programs other than those to (a) the General Fund,
18 (b) the Nebraska Outdoor Recreation Development Cash Fund, (c) the Health
19 and Human Services Cash Fund, (d) the Building Renewal Allocation Fund,
20 (e) the Nebraska Public Safety Communication System Cash Fund, ~~and~~ (f)
21 the Nebraska Health Care Cash Fund, and (g) the Education Future Fund
22 shall not be made a higher priority than or an equal priority to any of
23 the programs or projects specified in subdivisions (a) through (g) ~~(f)~~ of
24 this subsection.

25 Sec. 39. Section 77-2701, Revised Statutes Supplement, 2023, as
26 amended by Laws 2024, LB937, section 67, Laws 2024, LB1023, section 8,
27 and Laws 2024, LB1317, section 80, is amended to read:

28 77-2701 Sections 77-2701 to 77-27,135.01, 77-27,222, 77-27,235,
29 77-27,236, and 77-27,238 to 77-27,241, section 71 of this act, section 11
30 of this act, and section 84 of this act and sections 43 and 49 of this
31 act shall be known and may be cited as the Nebraska Revenue Act of 1967.

1 Sec. 40. Section 77-2701.02, Revised Statutes Supplement, 2023, as
2 amended by Laws 2024, LB1317, section 81, is amended to read:

3 77-2701.02 (1) Pursuant to section 77-2715.01, the rate of the
4 sales tax levied pursuant to section 77-2703 shall be five and one-half
5 percent, except as otherwise provided in this section. ÷

6 (2) Such rate shall be two and three-quarters percent on
7 transactions that occur within that portion of a good life district
8 established pursuant to the Good Life Transformational Projects Act which
9 is located within the corporate limits of a city or village.

10 (3) Such rate shall be thirty percent on consumable hemp products.

11 ~~(1) Until July 1, 1998, the rate of the sales tax levied pursuant to~~
12 ~~section 77-2703 shall be five percent;~~

13 ~~(2) Commencing July 1, 1998, and until July 1, 1999, the rate of the~~
14 ~~sales tax levied pursuant to section 77-2703 shall be four and one-half~~
15 ~~percent;~~

16 ~~(3) Commencing July 1, 1999, and until the start of the first~~
17 ~~calendar quarter after July 20, 2002, the rate of the sales tax levied~~
18 ~~pursuant to section 77-2703 shall be five percent;~~

19 ~~(4) Commencing on the start of the first calendar quarter after July~~
20 ~~20, 2002, and until July 1, 2023, the rate of the sales tax levied~~
21 ~~pursuant to section 77-2703 shall be five and one-half percent;~~

22 ~~(5) Commencing July 1, 2023, and until July 1, 2024, the rate of the~~
23 ~~sales tax levied pursuant to section 77-2703 shall be five and one-half~~
24 ~~percent, except that such rate shall be two and three-quarters percent on~~
25 ~~transactions occurring within a good life district as defined in section~~
26 ~~77-4403; and~~

27 ~~(6) Commencing July 1, 2024, the rate of the sales tax levied~~
28 ~~pursuant to section 77-2703 shall be five and one-half percent, except~~
29 ~~that such rate shall be two and three quarters percent on transactions~~
30 ~~that occur within that portion of a good life district established~~
31 ~~pursuant to the Good Life Transformational Projects Act which is located~~

1 ~~within the corporate limits of a city or village.~~

2 Sec. 41. Section 77-2701.04, Revised Statutes Supplement, 2023, as
3 amended by Laws 2024, LB937, section 68, and Laws 2024, LB1317, section
4 82, is amended to read:

5 77-2701.04 For purposes of sections 77-2701.04 to 77-2713 and
6 77-27,239, section 71 of this act, and section 84 of this act and
7 sections 43 and 49 of this act, unless the context otherwise requires,
8 the definitions found in sections 77-2701.05 to 77-2701.56 and section 43
9 of this act shall be used.

10 Sec. 43. (1) Consumable hemp product means a finished product that
11 contains hemp as defined in section 2-503 and that has a delta-9
12 tetrahydrocannabinol concentration of not more than 0.3 percent on a dry
13 weight basis.

14 (2) Consumable hemp product does not include a product made from the
15 mature stalks of a plant of the genus cannabis, fiber produced from such
16 stalks, oil or cake made from the seeds of such plant, any other
17 compound, manufacture, salt, derivative, mixture, or preparation of such
18 mature stalks, the sterilized seed of such plant which is incapable of
19 germination, or cannabidiol contained in a drug product approved by the
20 federal Food and Drug Administration.

21 Sec. 44. Section 77-2704.13, Reissue Revised Statutes of Nebraska,
22 is amended to read:

23 77-2704.13 Sales and use taxes shall not be imposed on the gross
24 receipts from the sale, lease, or rental of and the storage, use, or
25 other consumption in this state of:

26 (1) Sales and purchases of electricity, coal, gas, fuel oil, diesel
27 fuel, tractor fuel, propane, gasoline, coke, nuclear fuel, butane, wood
28 as fuel, and corn as fuel when more than fifty percent of the amount
29 purchased is for use directly in irrigation or farming;

30 (2) Sales and purchases of such energy sources or fuels when more
31 than fifty percent of the amount purchased is for use directly in

1 processing, manufacturing, or refining, in the generation of electricity,
2 in the compression of natural gas for retail sale as a vehicle fuel, or
3 by any hospital. For purposes of this subdivision, processing includes
4 the drying and aerating of grain in commercial agricultural facilities;
5 and

6 (3) Sales and purchases of electricity for residential use; and

7 (4) (~~3~~) Sales and purchases of water used for irrigation of
8 agricultural lands and manufacturing purposes.

9 Sec. 46. Section 77-2704.27, Reissue Revised Statutes of Nebraska,
10 is amended to read:

11 77-2704.27 Sales and use taxes shall not be imposed on the gross
12 receipts from the sale, lease, or rental of, ~~the service to,~~ and the
13 storage, use, or other consumption in this state of railroad rolling
14 stock whether owned by a railroad or by any other person.

15 Sec. 47. Section 77-2704.50, Reissue Revised Statutes of Nebraska,
16 is amended to read:

17 77-2704.50 Sales and use taxes shall not be imposed on the gross
18 receipts from the sale, lease, or rental of and the storage, use, or
19 other consumption in this state from the purchase in this state or the
20 purchase outside this state, with title passing in this state, of
21 materials and replacement parts ~~and any associated labor used as or used~~
22 directly in the repair and maintenance or manufacture of railroad rolling
23 stock, whether owned by a railroad or by any person, whether a common or
24 contract carrier or otherwise, motor vehicles, watercraft, or aircraft
25 engaged as common or contract carriers or the purchase in such manner of
26 motor vehicles, watercraft, or aircraft to be used as common or contract
27 carriers. All purchasers seeking to take advantage of the exemption shall
28 apply to the Tax Commissioner for a common or contract carrier exemption.
29 All common or contract carrier exemption certificates shall expire on
30 October 31, 2013, and on October 31 every five years thereafter. All
31 persons seeking to continue to take advantage of the common or contract

1 carrier exemption shall apply for a new certificate at the expiration of
2 the prior certificate. The Tax Commissioner shall notify such exemption
3 certificate holders at least sixty days prior to the expiration date of
4 such certificate that the certificate will expire and be null and void as
5 of such date.

6 Sec. 48. Section 77-2704.67, Reissue Revised Statutes of Nebraska,
7 is amended to read:

8 77-2704.67 Sales and use taxes shall not be imposed on the gross
9 receipts from the sale, lease, or rental of and the storage, use, or
10 other consumption in this state of any sale of a membership in ~~or an~~
11 ~~admission to~~ or any purchase by a nationally accredited zoo or aquarium
12 operated by a public agency or nonprofit corporation primarily for
13 educational, scientific, or tourism purposes.

14 Sec. 50. Section 77-2715.07, Revised Statutes Supplement, 2023, as
15 amended by Laws 2024, LB937, section 74, Laws 2024, LB1023, section 9,
16 Laws 2024, LB1344, section 9, and Laws 2024, LB1402, section 2, is
17 amended to read:

18 77-2715.07 (1) There shall be allowed to qualified resident
19 individuals as a nonrefundable credit against the income tax imposed by
20 the Nebraska Revenue Act of 1967:

21 (a) A credit equal to the federal credit allowed under section 22 of
22 the Internal Revenue Code; and

23 (b) A credit for taxes paid to another state as provided in section
24 77-2730.

25 (2) There shall be allowed to qualified resident individuals against
26 the income tax imposed by the Nebraska Revenue Act of 1967:

27 (a) For returns filed reporting federal adjusted gross incomes of
28 greater than twenty-nine thousand dollars, a nonrefundable credit equal
29 to twenty-five percent of the federal credit allowed under section 21 of
30 the Internal Revenue Code of 1986, as amended, except that for taxable
31 years beginning or deemed to begin on or after January 1, 2015, such

1 nonrefundable credit shall be allowed only if the individual would have
2 received the federal credit allowed under section 21 of the code after
3 adding back in any carryforward of a net operating loss that was deducted
4 pursuant to such section in determining eligibility for the federal
5 credit;

6 (b) For returns filed reporting federal adjusted gross income of
7 twenty-nine thousand dollars or less, a refundable credit equal to a
8 percentage of the federal credit allowable under section 21 of the
9 Internal Revenue Code of 1986, as amended, whether or not the federal
10 credit was limited by the federal tax liability. The percentage of the
11 federal credit shall be one hundred percent for incomes not greater than
12 twenty-two thousand dollars, and the percentage shall be reduced by ten
13 percent for each one thousand dollars, or fraction thereof, by which the
14 reported federal adjusted gross income exceeds twenty-two thousand
15 dollars, except that for taxable years beginning or deemed to begin on or
16 after January 1, 2015, such refundable credit shall be allowed only if
17 the individual would have received the federal credit allowed under
18 section 21 of the code after adding back in any carryforward of a net
19 operating loss that was deducted pursuant to such section in determining
20 eligibility for the federal credit;

21 (c) A refundable credit as provided in section 77-5209.01 for
22 individuals who qualify for an income tax credit as a qualified beginning
23 farmer or livestock producer under the Beginning Farmer Tax Credit Act
24 for all taxable years beginning or deemed to begin on or after January 1,
25 2006, under the Internal Revenue Code of 1986, as amended;

26 (d) A refundable credit for individuals who qualify for an income
27 tax credit under the Angel Investment Tax Credit Act, the Nebraska
28 Advantage Microenterprise Tax Credit Act, the Nebraska Advantage Research
29 and Development Act, the Reverse Osmosis System Tax Credit Act, or the
30 Volunteer Emergency Responders Incentive Act; and

31 (e)(i) ~~(e)~~ A refundable credit equal to:

1 (A) ~~Ten ten~~ percent of the federal credit allowed under section 32
2 of the Internal Revenue Code of 1986, as amended, for taxable years
3 beginning or deemed to begin prior to January 1, 2025; and

4 (B) Twenty percent of the federal credit allowed under section 32 of
5 the Internal Revenue Code of 1986, as amended, for taxable years
6 beginning or deemed to begin on or after January 1, 2025.

7 (ii) ~~For except that for~~ taxable years beginning or deemed to begin
8 on or after January 1, 2015, the such refundable credit provided in
9 subdivision (2)(e)(i) of this section shall be allowed only if the
10 individual would have received the federal credit allowed under section
11 32 of the code after adding back in any carryforward of a net operating
12 loss that was deducted pursuant to such section in determining
13 eligibility for the federal credit.

14 (3) There shall be allowed to all individuals as a nonrefundable
15 credit against the income tax imposed by the Nebraska Revenue Act of
16 1967:

17 (a) A credit for personal exemptions allowed under section
18 77-2716.01;

19 (b) A credit for contributions to programs or projects certified for
20 tax credit status as provided in the Creating High Impact Economic
21 Futures Act. Each partner, each shareholder of an electing subchapter S
22 corporation, each beneficiary of an estate or trust, or each member of a
23 limited liability company shall report his or her share of the credit in
24 the same manner and proportion as he or she reports the partnership,
25 subchapter S corporation, estate, trust, or limited liability company
26 income;

27 (c) A credit for investment in a biodiesel facility as provided in
28 section 77-27,236;

29 (d) A credit as provided in the New Markets Job Growth Investment
30 Act;

31 (e) A credit as provided in the Nebraska Job Creation and Mainstreet

1 Revitalization Act;

2 (f) A credit to employers as provided in sections 77-27,238 and
3 77-27,240;

4 (g) A credit as provided in the Affordable Housing Tax Credit Act;

5 (h) A credit to grocery store retailers, restaurants, and
6 agricultural producers as provided in section 77-27,241;

7 (i) A credit as provided in the Sustainable Aviation Fuel Tax Credit
8 Act;

9 (j) A credit as provided in the Nebraska Shortline Rail
10 Modernization Act;

11 (k) A credit as provided in the Nebraska Pregnancy Help Act; and

12 (l) A credit as provided in the Caregiver Tax Credit Act.

13 (4) There shall be allowed as a credit against the income tax
14 imposed by the Nebraska Revenue Act of 1967:

15 (a) A credit to all resident estates and trusts for taxes paid to
16 another state as provided in section 77-2730;

17 (b) A credit to all estates and trusts for contributions to programs
18 or projects certified for tax credit status as provided in the Creating
19 High Impact Economic Futures Act; and

20 (c) A refundable credit for individuals who qualify for an income
21 tax credit as an owner of agricultural assets under the Beginning Farmer
22 Tax Credit Act for all taxable years beginning or deemed to begin on or
23 after January 1, 2009, under the Internal Revenue Code of 1986, as
24 amended. The credit allowed for each partner, shareholder, member, or
25 beneficiary of a partnership, corporation, limited liability company, or
26 estate or trust qualifying for an income tax credit as an owner of
27 agricultural assets under the Beginning Farmer Tax Credit Act shall be
28 equal to the partner's, shareholder's, member's, or beneficiary's portion
29 of the amount of tax credit distributed pursuant to subsection (6) of
30 section 77-5211.

31 (5)(a) For all taxable years beginning on or after January 1, 2007,

1 and before January 1, 2009, under the Internal Revenue Code of 1986, as
2 amended, there shall be allowed to each partner, shareholder, member, or
3 beneficiary of a partnership, subchapter S corporation, limited liability
4 company, or estate or trust a nonrefundable credit against the income tax
5 imposed by the Nebraska Revenue Act of 1967 equal to fifty percent of the
6 partner's, shareholder's, member's, or beneficiary's portion of the
7 amount of franchise tax paid to the state under sections 77-3801 to
8 77-3807 by a financial institution.

9 (b) For all taxable years beginning on or after January 1, 2009,
10 under the Internal Revenue Code of 1986, as amended, there shall be
11 allowed to each partner, shareholder, member, or beneficiary of a
12 partnership, subchapter S corporation, limited liability company, or
13 estate or trust a nonrefundable credit against the income tax imposed by
14 the Nebraska Revenue Act of 1967 equal to the partner's, shareholder's,
15 member's, or beneficiary's portion of the amount of franchise tax paid to
16 the state under sections 77-3801 to 77-3807 by a financial institution.

17 (c) Each partner, shareholder, member, or beneficiary shall report
18 his or her share of the credit in the same manner and proportion as he or
19 she reports the partnership, subchapter S corporation, limited liability
20 company, or estate or trust income. If any partner, shareholder, member,
21 or beneficiary cannot fully utilize the credit for that year, the credit
22 may not be carried forward or back.

23 (6) There shall be allowed to all individuals nonrefundable credits
24 against the income tax imposed by the Nebraska Revenue Act of 1967 as
25 provided in section 77-3604 and refundable credits against the income tax
26 imposed by the Nebraska Revenue Act of 1967 as provided in section
27 77-3605.

28 (7)(a) For taxable years beginning or deemed to begin on or after
29 January 1, 2020, and before January 1, 2026, under the Internal Revenue
30 Code of 1986, as amended, a nonrefundable credit against the income tax
31 imposed by the Nebraska Revenue Act of 1967 in the amount of five

1 thousand dollars shall be allowed to any individual who purchases a
2 residence during the taxable year if such residence:

3 (i) Is located within an area that has been declared an extremely
4 blighted area under section 18-2101.02;

5 (ii) Is the individual's primary residence; and

6 (iii) Was not purchased from a family member of the individual or a
7 family member of the individual's spouse.

8 (b) The credit provided in this subsection shall be claimed for the
9 taxable year in which the residence is purchased. If the individual
10 cannot fully utilize the credit for such year, the credit may be carried
11 forward to subsequent taxable years until fully utilized.

12 (c) No more than one credit may be claimed under this subsection
13 with respect to a single residence.

14 (d) The credit provided in this subsection shall be subject to
15 recapture by the Department of Revenue if the individual claiming the
16 credit sells or otherwise transfers the residence or quits using the
17 residence as his or her primary residence within five years after the end
18 of the taxable year in which the credit was claimed.

19 (e) For purposes of this subsection, family member means an
20 individual's spouse, child, parent, brother, sister, grandchild, or
21 grandparent, whether by blood, marriage, or adoption.

22 (8) There shall be allowed to all individuals refundable credits
23 against the income tax imposed by the Nebraska Revenue Act of 1967 as
24 provided in the Cast and Crew Nebraska Act, the Nebraska Biodiesel Tax
25 Credit Act, the Nebraska Higher Blend Tax Credit Act, the Nebraska
26 Property Tax Incentive Act, the Relocation Incentive Act, and the
27 Renewable Chemical Production Tax Credit Act.

28 (9)(a) For taxable years beginning or deemed to begin on or after
29 January 1, 2022, under the Internal Revenue Code of 1986, as amended, a
30 refundable credit against the income tax imposed by the Nebraska Revenue
31 Act of 1967 shall be allowed to the parent of a stillborn child if:

1 (i) A fetal death certificate is filed pursuant to subsection (1) of
2 section 71-606 for such child;

3 (ii) Such child had advanced to at least the twentieth week of
4 gestation; and

5 (iii) Such child would have been a dependent of the individual
6 claiming the credit.

7 (b) The amount of the credit shall be two thousand dollars.

8 (c) The credit shall be allowed for the taxable year in which the
9 stillbirth occurred.

10 (10) There shall be allowed to all individuals refundable credits
11 against the income tax imposed by the Nebraska Revenue Act of 1967 as
12 provided in section 77-7203 and nonrefundable credits against the income
13 tax imposed by the Nebraska Revenue Act of 1967 as provided in section
14 77-7204.

15 (11) There shall be allowed to all individuals refundable credits
16 against the income tax imposed by the Nebraska Revenue Act of 1967 as
17 provided in section 37 of this act and nonrefundable credits against the
18 income tax imposed by the Nebraska Revenue Act of 1967 as provided in
19 sections 36, 38, and 39 of this act.

20 Sec. 51. Section 77-27,132, Revised Statutes Supplement, 2023, as
21 amended by Laws 2024, LB1108, section 3, is amended to read:

22 77-27,132 (1) There is hereby created a fund to be designated the
23 Revenue Distribution Fund which shall be set apart and maintained by the
24 Tax Commissioner. Revenue not required to be credited to the General Fund
25 or any other specified fund may be credited to the Revenue Distribution
26 Fund. Credits and refunds of such revenue shall be paid from the Revenue
27 Distribution Fund. The balance of the amount credited, after credits and
28 refunds, shall be allocated as provided by the statutes creating such
29 revenue.

30 (2) The Tax Commissioner shall pay to a depository bank designated
31 by the State Treasurer all amounts collected under the Nebraska Revenue

1 Act of 1967. The Tax Commissioner shall present to the State Treasurer
2 bank receipts showing amounts so deposited in the bank, and of the
3 amounts so deposited the State Treasurer shall:

4 (a)(i) For transactions occurring on or after October 1, 2014, and
5 before July 1, 2024, credit to the Game and Parks Commission Capital
6 Maintenance Fund all of the proceeds of the sales and use taxes imposed
7 pursuant to section 77-2703 on the sale or lease of motorboats as defined
8 in section 37-1204, personal watercraft as defined in section 37-1204.01,
9 all-terrain vehicles as defined in section 60-103, and utility-type
10 vehicles as defined in section 60-135.01; and

11 (ii) For transactions occurring on or after July 1, 2024, credit to
12 the Game and Parks Commission Capital Maintenance Fund all of the
13 proceeds of the sales and use taxes imposed pursuant to section 77-2703
14 on the sale or lease of motorboats as defined in section 37-1204,
15 personal watercraft as defined in section 37-1204.01, all-terrain
16 vehicles as defined in section 60-103, and utility-type vehicles as
17 defined in section 60-135.01, and from such proceeds, transfers shall be
18 made to the Nebraska Emergency Medical System Operations Fund as provided
19 in section 37-327.02;

20 (b) Credit to the Highway Trust Fund all of the proceeds of the
21 sales and use taxes derived from the sale or lease for periods of more
22 than thirty-one days of motor vehicles, trailers, and semitrailers,
23 except that the proceeds equal to any sales tax rate provided for in
24 section 77-2701.02 that is in excess of five percent derived from the
25 sale or lease for periods of more than thirty-one days of motor vehicles,
26 trailers, and semitrailers shall be credited to the Highway Allocation
27 Fund;

28 (c) For transactions occurring on or after July 1, 2013, and before
29 July 1, 2042, of the proceeds of the sales and use taxes derived from
30 transactions other than those listed in subdivisions (2)(a), (b), and (e)
31 of this section from a sales tax rate of one-quarter of one percent,

1 credit monthly eighty-five percent to the Highway Trust Fund and fifteen
2 percent to the Highway Allocation Fund;

3 (d) Of the proceeds of the sales and use taxes derived from
4 transactions other than those listed in subdivisions (2)(a), (b), and (e)
5 of this section, credit to the Property Tax Credit Cash Fund the amount
6 certified under section 77-27,237, if any such certification is made;~~and~~

7 (e) For transactions occurring on or after July 1, 2023, credit to
8 the Department of Transportation Aeronautics Capital Improvement Fund all
9 of the proceeds of the sales and use taxes imposed pursuant to section
10 77-2703 on the sale or lease of aircraft as defined in section 3-101;
11 and -

12 (f) Credit to the Education Future Fund an amount equal to the
13 increase in sales and use tax revenue received as a result of the changes
14 made by this legislative bill. The amount to be credited under this
15 subdivision shall be determined annually by the Tax Commissioner.

16 The balance of all amounts collected under the Nebraska Revenue Act
17 of 1967 shall be credited to the General Fund.

18 Sec. 52. Section 77-27,142, Reissue Revised Statutes of Nebraska, is
19 amended to read:

20 77-27,142 (1) Any incorporated municipality other than a city of the
21 metropolitan class by ordinance of its governing body is hereby
22 authorized to impose a sales and use tax of one-half percent, one
23 percent, one and one-half percent, one and three-quarters percent, or two
24 percent upon the same transactions that are sourced under the provisions
25 of sections 77-2703.01 to 77-2703.04 within such incorporated
26 municipality on which the State of Nebraska is authorized to impose a tax
27 pursuant to the Nebraska Revenue Act of 1967, as amended from time to
28 time. Any city of the metropolitan class by ordinance of its governing
29 body is hereby authorized to impose a sales and use tax of one-half
30 percent, one percent, or one and one-half percent upon the same
31 transactions that are sourced under the provisions of sections 77-2703.01

1 to 77-2703.04 within such city of the metropolitan class on which the
2 State of Nebraska is authorized to impose a tax pursuant to the Nebraska
3 Revenue Act of 1967, as amended from time to time. No sales and use tax
4 shall be imposed pursuant to this section until an election has been held
5 and a majority of the qualified electors have approved such tax pursuant
6 to sections 77-27,142.01 and 77-27,142.02.

7 (2)(a) Any incorporated municipality that proposes to impose a
8 municipal sales and use tax at a rate greater than one and one-half
9 percent or increase a municipal sales and use tax to a rate greater than
10 one and one-half percent shall submit the question of such tax or
11 increase at a primary or general election held within the incorporated
12 municipality. The question shall be submitted upon an affirmative vote by
13 at least seventy percent of all of the members of the governing body of
14 the incorporated municipality.

15 (b) Any rate greater than one and one-half percent shall be used as
16 follows:

17 (i) In a city of the primary class, up to fifteen percent of the
18 proceeds from the rate in excess of one and one-half percent may be used
19 for non-public infrastructure projects of an interlocal agreement or
20 joint public agency agreement with another political subdivision within
21 the municipality or the county in which the municipality is located, and
22 the remaining proceeds shall be used for public infrastructure projects
23 or voter-approved infrastructure related to an economic development
24 program as defined in section 18-2705; and

25 (ii) In any incorporated municipality other than a city of the
26 primary class, the proceeds from the rate in excess of one and one-half
27 percent shall be used for public infrastructure projects or voter-
28 approved infrastructure related to an economic development program as
29 defined in section 18-2705.

30 For purposes of this section, public infrastructure project means
31 and includes, but is not limited to, any of the following projects, or

1 any combination thereof: Public highways and bridges and municipal roads,
2 streets, bridges, and sidewalks; solid waste management facilities;
3 wastewater, storm water, and water treatment works and systems, water
4 distribution facilities, and water resources projects, including, but not
5 limited to, pumping stations, transmission lines, and mains and their
6 appurtenances; hazardous waste disposal systems; resource recovery
7 systems; airports; port facilities; buildings and capital equipment used
8 in the operation of municipal government; convention and tourism
9 facilities; redevelopment projects as defined in section 18-2103; mass
10 transit and other transportation systems, including parking facilities;
11 and equipment necessary for the provision of municipal services.

12 (c) Any rate greater than one and one-half percent shall terminate
13 no more than ten years after its effective date or, if bonds are issued
14 and the local option sales and use tax revenue is pledged for payment of
15 such bonds, upon payment of such bonds and any refunding bonds, whichever
16 date is later, except as provided in subdivision (2)(d) of this section.

17 (d) If a portion of the rate greater than one and one-half percent
18 is stated in the ballot question as being imposed for the purpose of the
19 interlocal agreement or joint public agency agreement described in
20 subdivision (2)(b)(i) or subsection (3) of this section, and such portion
21 is at least one-eighth percent, there shall be no termination date for
22 the rate representing such portion rounded to the next higher one-quarter
23 or one-half percent.

24 (e) For fiscal years beginning prior to July 1, 2025, sections
25 ~~Sections~~ 13-518 to 13-522 apply to the revenue from any such tax or
26 increase.

27 (3)(a) No municipal sales and use tax shall be imposed at a rate
28 greater than one and one-half percent or increased to a rate greater than
29 one and one-half percent unless the municipality is a party to an
30 interlocal agreement pursuant to the Interlocal Cooperation Act or a
31 joint public agency agreement pursuant to the Joint Public Agency Act

1 with a political subdivision within the municipality or the county in
2 which the municipality is located creating a separate legal or
3 administrative entity relating to a public infrastructure project.

4 (b) Except as provided in subdivision (2)(b)(i) of this section,
5 such interlocal agreement or joint public agency agreement shall contain
6 provisions, including benchmarks, relating to the long-term development
7 of unified governance of public infrastructure projects with respect to
8 the parties. The Legislature may provide additional requirements for such
9 agreements, including benchmarks, but such additional requirements shall
10 not apply to any debt outstanding at the time the Legislature enacts such
11 additional requirements. The separate legal or administrative entity
12 created shall not be one that was in existence for one calendar year
13 preceding the submission of the question of such tax or increase at a
14 primary or general election held within the incorporated municipality.

15 (c) Any other public agency as defined in section 13-803 may be a
16 party to such interlocal cooperation agreement or joint public agency
17 agreement.

18 (d) A municipality is not required to use all of the additional
19 revenue generated by a sales and use tax imposed at a rate greater than
20 one and one-half percent or increased to a rate greater than one and one-
21 half percent under this subsection for the purposes of the interlocal
22 cooperation agreement or joint public agency agreement set forth in this
23 subsection.

24 (4) The provisions of subsections (2) and (3) of this section do not
25 apply to the first one and one-half percent of a sales and use tax
26 imposed by a municipality.

27 (5) Notwithstanding any provision of any municipal charter, any
28 incorporated municipality or interlocal agency or joint public agency
29 pursuant to an agreement as provided in subsection (3) of this section
30 may issue bonds in one or more series for any municipal purpose and pay
31 the principal of and interest on any such bonds by pledging receipts from

1 the increase in the municipal sales and use taxes authorized by such
2 municipality. Any municipality which has or may issue bonds under this
3 section may dedicate a portion of its property tax levy authority as
4 provided in section 77-3442 to meet debt service obligations under the
5 bonds. For purposes of this subsection, bond means any evidence of
6 indebtedness, including, but not limited to, bonds, notes including notes
7 issued pending long-term financing arrangements, warrants, debentures,
8 obligations under a loan agreement or a lease-purchase agreement, or any
9 similar instrument or obligation.

10 Sec. 53. Section 77-27,144, Revised Statutes Cumulative Supplement,
11 2022, is amended to read:

12 77-27,144 (1) The Tax Commissioner shall collect the tax imposed by
13 any incorporated municipality concurrently with collection of a state tax
14 in the same manner as the state tax is collected. The Tax Commissioner
15 shall remit monthly the proceeds of the tax to the incorporated
16 municipalities levying the tax, after deducting the amount of refunds
17 made and fifteen percent of the remainder to be credited as follows: (a)
18 Three percent shall be credited to the Municipal Equalization Fund; and
19 (b) twelve percent shall be remitted to the State Treasurer for credit to
20 the Education Future Fund. For fiscal year 2024-25, the incorporated
21 municipalities levying the tax shall be guaranteed to receive total net
22 taxable sales equal to the fiscal year 2023-24 net taxable sales amount
23 plus one percent. For each fiscal year thereafter, the guaranteed taxable
24 sales amount shall increase by one percent ~~three percent of the remainder~~
25 ~~to be credited to the Municipal Equalization Fund.~~

26 (2)(a) Deductions for a refund made pursuant to section 77-4105,
27 77-4106, 77-5725, or 77-5726 and owed by a city of the first class, city
28 of the second class, or village shall be delayed for one year after the
29 refund has been made to the taxpayer. The Department of Revenue shall
30 notify the municipality liable for a refund exceeding one thousand five
31 hundred dollars of the pending refund, the amount of the refund, and the

1 month in which the deduction will be made or begin, except that if the
2 amount of a refund claimed under section 77-4105, 77-4106, 77-5725, or
3 77-5726 exceeds twenty-five percent of the municipality's total sales and
4 use tax receipts, net of any refunds or sales tax collection fees, for
5 the municipality's prior fiscal year, the department shall deduct the
6 refund over the period of one year in equal monthly amounts beginning
7 after the one-year notification period required by this subdivision.

8 (b) Deductions for a refund made pursuant to section 77-4105,
9 77-4106, 77-5725, or 77-5726 and owed by a city of the metropolitan class
10 or city of the primary class shall be made as follows:

11 (i) During calendar year 2023, such deductions shall be made in
12 accordance with subsection (1) of this section; and

13 (ii) During calendar year 2024 and each calendar year thereafter,
14 such deductions shall be made based on estimated amounts as described in
15 this subdivision. On or before March 1, 2023, and on or before March 1 of
16 each year thereafter, the Department of Revenue shall notify each city of
17 the metropolitan class and city of the primary class of the total amount
18 of such refunds that are estimated to be paid during the following
19 calendar year. Such estimated amount shall be used to establish the total
20 amount to be deducted in the following calendar year. The department
21 shall deduct such amount over the following calendar year in twelve equal
22 monthly amounts. Beginning with the notification sent in calendar year
23 2025, the notification shall include any adjustment needed for the prior
24 calendar year to account for any difference between the estimated amount
25 deducted in such prior calendar year and the actual amount of refunds
26 paid in such year.

27 (3) Deductions for a refund made pursuant to the Imagine Nebraska
28 Act shall be delayed as provided in this subsection after the refund has
29 been made to the taxpayer. The Department of Revenue shall notify each
30 municipality liable for a refund exceeding one thousand five hundred
31 dollars of the pending refund and the amount of the refund claimed under

1 the ImagiNE Nebraska Act. The notification shall be made by March 1 of
2 each year beginning in 2021 and shall be used to establish the refund
3 amount for the following calendar year. The notification shall include
4 any excess or underpayment from the prior calendar year. The department
5 shall deduct the refund over a period of one year in equal monthly
6 amounts beginning in January following the notification. This subsection
7 applies to total annual refunds exceeding one million dollars or twenty-
8 five percent of the municipality's total sales and use tax receipts for
9 the prior fiscal year, whichever is the lesser amount.

10 (4) Deductions for a refund made pursuant to the Urban Redevelopment
11 Act shall be delayed as provided in this subsection after the refund has
12 been made to the taxpayer. The Department of Revenue shall notify each
13 municipality liable for a refund exceeding one thousand five hundred
14 dollars of the pending refund and the amount of the refund claimed under
15 the Urban Redevelopment Act. The notification shall be made by March 1 of
16 each year beginning in 2022 and shall be used to establish the refund
17 amount for the following calendar year. The notification shall include
18 any excess or underpayment from the prior calendar year. The department
19 shall deduct the refund over a period of one year in equal monthly
20 amounts beginning in January following the notification. This subsection
21 applies to total annual refunds exceeding one million dollars or twenty-
22 five percent of the municipality's total sales and use tax receipts for
23 the prior fiscal year, whichever is the lesser amount.

24 (5) The Tax Commissioner shall keep full and accurate records of all
25 money received and distributed under the provisions of the Local Option
26 Revenue Act. When proceeds of a tax levy are received but the identity of
27 the incorporated municipality which levied the tax is unknown and is not
28 identified within six months after receipt, the amount shall be credited
29 to the Municipal Equalization Fund. The municipality may request the
30 names and addresses of the retailers which have collected the tax as
31 provided in subsection (13) of section 77-2711 and may certify an

1 individual to request and review confidential sales and use tax returns
2 and sales and use tax return information as provided in subsection (14)
3 of section 77-2711.

4 (6)(a) Every qualifying business that has filed an application to
5 receive tax incentives under the Employment and Investment Growth Act,
6 the Nebraska Advantage Act, the Imagine Nebraska Act, or the Urban
7 Redevelopment Act shall, with respect to such acts, provide annually to
8 each municipality, in aggregate data, the maximum amount the qualifying
9 business is eligible to receive in the current year in refunds of local
10 sales and use taxes of the municipality and exemptions for the previous
11 year, and the estimate of annual refunds of local sales and use taxes of
12 the municipality and exemptions such business intends to claim in each
13 future year. Such information shall be kept confidential by the
14 municipality unless publicly disclosed previously by the taxpayer or by
15 the State of Nebraska.

16 (b) For purposes of this subsection, municipality means a
17 municipality that has adopted the local option sales and use tax under
18 the Local Option Revenue Act and to which the qualifying business has
19 paid such sales and use tax.

20 (c) The qualifying business shall provide the information to the
21 municipality on or before June 30 of each year.

22 (d) Any amounts held by a municipality to make sales and use tax
23 refunds under the Employment and Investment Growth Act, the Nebraska
24 Advantage Act, the Imagine Nebraska Act, and the Urban Redevelopment Act
25 shall not count toward any budgeted restricted funds limitation as
26 provided in section 13-519 or toward any cash reserve limitation as
27 provided in section 13-504 and shall be excluded from the limitations of
28 the Property Tax Growth Limitation Act.

29 Sec. 54. Section 77-27,235, Reissue Revised Statutes of Nebraska, is
30 amended to read:

31 77-27,235 (1) Any producer of electricity generated by a new

1 renewable electric generation facility shall earn a renewable energy tax
2 credit. For electricity generated on or after July 14, 2006, and before
3 October 1, 2007, the credit shall be .075 cent for each kilowatt-hour of
4 electricity generated by a new renewable electric generation facility.
5 For electricity generated on or after October 1, 2007, and before January
6 1, 2010, the credit shall be .1 cent for each kilowatt-hour of
7 electricity generated by a new renewable electric generation facility.
8 For electricity generated on or after January 1, 2010, and before January
9 1, 2013, the credit shall be .075 cent per kilowatt-hour for electricity
10 generated by a new renewable electric generation facility. For
11 electricity generated on or after January 1, 2013, the credit shall be
12 .05 cent per kilowatt-hour for electricity generated by a new renewable
13 electric generation facility. The credit may be earned for production of
14 electricity for ten years after the date that the facility is placed in
15 operation on or after July 14, 2006.

16 (2) For purposes of this section:

17 (a) Electricity generated by a new renewable electric generation
18 facility means electricity that is exclusively produced by a new
19 renewable electric generation facility;

20 (b) Eligible renewable resources means wind, moving water, solar,
21 geothermal, fuel cell, methane gas, or photovoltaic technology; and

22 (c) New renewable electric generation facility means an electrical
23 generating facility located in this state that is first placed into
24 service on or after July 14, 2006, which utilizes eligible renewable
25 resources as its fuel source.

26 (3) The credit allowed under this section may be used to reduce the
27 producer's Nebraska income tax liability or to obtain a refund of state
28 sales and use taxes paid by the producer of electricity generated by a
29 new renewable electric generation facility. A claim to use the credit for
30 refund of the state sales and use taxes paid, either directly or
31 indirectly, by the producer may be filed quarterly for electricity

1 generated during the previous quarter by the twentieth day of the month
2 following the end of the calendar quarter. The credit may be used to
3 obtain a refund of state sales and use taxes paid during the quarter
4 immediately preceding the quarter in which the claim for refund is made,
5 except that the amount refunded under this subsection shall not exceed
6 the amount of the state sales and use taxes paid during the quarter.

7 (4) The Department of Revenue may adopt and promulgate rules and
8 regulations to permit verification of the validity and timeliness of any
9 renewable energy tax credit claimed.

10 (5) The total amount of renewable energy tax credits that may be
11 used by all taxpayers shall be limited to fifty thousand dollars without
12 further authorization from the Legislature.

13 ~~(6) The credit allowed under this section may not be claimed by a~~
14 ~~producer who received a sales tax exemption under section 77-2704.57 for~~
15 ~~the new renewable electric generation facility.~~

16 ~~(6) (7)~~ Interest shall not be allowed on any refund paid under this
17 section.

18 Sec. 55. Section 77-3005, Reissue Revised Statutes of Nebraska, as
19 amended by Laws 2024, LB685, section 11, is amended to read:

20 77-3005 (1) The occupation tax levied and imposed by the Mechanical
21 Amusement Device Tax Act shall be in addition to any and all taxes or
22 fees, of any form whatsoever, now imposed by the State of Nebraska upon
23 the business of operating or distributing mechanical amusement devices,
24 ~~except that payment of the tax and license fees due and owing on or~~
25 ~~before the licensing date of each year shall exempt any such mechanical~~
26 ~~amusement device from the application of the sales tax which would or~~
27 ~~could otherwise be imposed under the Nebraska Revenue Act of 1967.~~
28 ~~Nonpayment of the taxes or fees due and owing on or before the licensing~~
29 ~~date of each year shall render the exemption provided by this section~~
30 ~~inapplicable, and the particular mechanical amusement devices shall then~~
31 ~~be subject to all the provisions of the Nebraska Revenue Act of 1967,~~

1 ~~including the penalty provisions pertaining to the distributor or~~
2 ~~operator of such mechanical amusement devices.~~

3 (2) No political subdivision of the State of Nebraska shall levy or
4 impose any tax on mechanical amusement devices in addition to the taxes
5 imposed by the Mechanical Amusement Device Tax Act.

6 Sec. 57. Section 77-3506.03, Reissue Revised Statutes of Nebraska,
7 as amended by Laws 2024, LB126, section 4, is amended to read:

8 77-3506.03 (1) Except as provided in subsection (2) of this section,
9 for homesteads valued at or above the maximum value, the exempt amount
10 for any exemption under section 77-3507 or 77-3508 shall be reduced by
11 ten percent for each two thousand five hundred dollars of value by which
12 the homestead exceeds the maximum value and any homestead which exceeds
13 the maximum value by twenty thousand dollars or more is not eligible for
14 any exemption under section 77-3507 or 77-3508.

15 (2)(a) For homesteads valued at or above the maximum value, the
16 exempt amount shall not be reduced and the homestead shall be remain
17 eligible for an exemption under section 77-3507 or 77-3508 for the
18 current year if the homestead:

19 (i) Received an exemption under section 77-3507 or 77-3508 in the
20 previous year or in calendar year 2022, 2023, or 2024;

21 (ii) Was valued below the maximum value plus twenty thousand dollars
22 in such ~~previous~~ year; and

23 (iii) Is not ineligible for an exemption under section 77-3507 or
24 77-3508 for any reason other than as provided in subsection (1) of this
25 section.

26 (b) If a homestead remains eligible for an exemption under
27 subdivision (a) of this subsection for any year, the homestead shall
28 continue to be eligible for each year thereafter unless the homestead is
29 not eligible for such exemption for any reason other than as provided in
30 subsection (1) of this section.

31 (c) The percentage of the exempt amount for a homestead for any year

1 such homestead is valued at or above the maximum value and ~~is~~ remains
2 eligible for exemption under this subsection shall be equal to the
3 percentage of the exempt amount for the homestead in the last year the
4 homestead received an exemption under section 77-3507 or 77-3508 and was
5 valued below the maximum value plus twenty thousand dollars.

6 (d) If the homestead's increase in value ~~from the previous year~~ to a
7 value at or above the maximum value is due to improvements to the
8 homestead, this subsection shall not apply to such homestead.

9 (3) This section shall not apply to any exemption under section
10 77-3506.

11 Sec. 58. Section 77-4001, Revised Statutes Supplement, 2023, as
12 amended by Laws 2024, LB1204, section 25, is amended to read:

13 77-4001 Sections 77-4001 to 77-4025, ~~and~~ sections 29 and 30 of this
14 act, and sections 60, 61, and 63 of this act shall be known and may be
15 cited as the Tobacco Products Tax Act.

16 Sec. 59. Section 77-4002, Revised Statutes Supplement, 2023, is
17 amended to read:

18 77-4002 For purposes of the Tobacco Products Tax Act, unless the
19 context otherwise requires, the definitions found in sections 77-4003 to
20 77-4007 and sections 60, 61, and 63 of this act shall be used.

21 Sec. 60. Alternative nicotine product has the same meaning as in
22 section 28-1418.01.

23 Sec. 61. Closed-system nicotine container means a sealed,
24 prefilled, and disposable container of consumable material in which such
25 container is either inserted directly into an electronic nicotine
26 delivery system or sold as an integrated and nonremovable part of an
27 electronic nicotine delivery system, if the consumable material in the
28 container is inaccessible through customary or reasonably foreseeable
29 handling or use.

30 Sec. 62. Section 77-4003.02, Revised Statutes Supplement, 2023, is
31 amended to read:

1 77-4003.02 Electronic nicotine delivery system has the same meaning
2 as in section 28-1418.01. The term includes closed-system nicotine
3 containers and open-system nicotine containers.

4 Sec. 63. Open-system nicotine container means a container of
5 consumable material that is intended to be refillable or that otherwise
6 is intended to make the consumable material accessible to the consumer
7 through customary or reasonably foreseeable handling or use.

8 Sec. 64. Section 77-4007, Revised Statutes Supplement, 2023, is
9 amended to read:

10 77-4007 Tobacco products shall mean (1) cigars, (2) cheroots, (3)
11 stogies, (4) periques, (5) granulated, plug cut, crimp cut, ready rubbed,
12 and other smoking tobacco, (6) snuff, (7) snuff flour, (8) cavendish, (9)
13 plug and twist tobacco, (10) fine cut and other chewing tobacco, (11)
14 shorts, refuse scraps, clippings, cuttings, and sweepings of tobacco,
15 (12) other kinds and forms of tobacco, prepared in such manner as to be
16 suitable for chewing or smoking in a pipe or otherwise or both for
17 chewing and smoking, ~~and~~ (13) electronic nicotine delivery systems, and
18 (14) alternative nicotine products, except that tobacco products shall
19 not mean cigarettes as defined in section 77-2601.

20 Sec. 65. Section 77-4008, Revised Statutes Supplement, 2023, is
21 amended to read:

22 77-4008 (1)(a) A tax is hereby imposed upon the first owner of
23 tobacco products to be sold in this state.

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

28 (c) The tax on an electronic nicotine delivery system that is a
29 closed-system nicotine container containing three milliliters or less of
30 consumable material shall be thirty five cents per milliliter of
31 consumable material and a proportionate tax at the like rate on all

1 fractional parts of a milliliter.

2 (d) The tax on an electronic nicotine delivery system that is an
3 open-system nicotine container containing more than three milliliters of
4 consumable material shall be thirty ~~ten~~ percent of (i) the purchase price
5 of such electronic nicotine delivery system paid by the first owner or
6 (ii) the price at which the first owner who made, manufactured, or
7 fabricated the electronic nicotine delivery system sells the item to
8 others.

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

17 (f) The tax on alternative nicotine products shall be ten cents per
18 ounce and a proportionate tax at the like rate on all fractional parts of
19 an ounce. Such tax shall be computed based on the net weight as listed by
20 the manufacturer.

21 (g) ~~(f)~~ The tax on tobacco products, other than snuff, and
22 electronic nicotine delivery systems, and alternative nicotine products,
23 shall be twenty percent of (i) the purchase price of such tobacco
24 products paid by the first owner or (ii) the price at which a first owner
25 who made, manufactured, or fabricated the tobacco product sells the items
26 to others.

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

29 (2) Whenever any person who is licensed under section 77-4009
30 purchases tobacco products from another person licensed under section
31 77-4009, the seller shall be liable for the payment of the tax.

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

3 Sec. 66. Section 77-4014, Reissue Revised Statutes of Nebraska, is
4 amended to read:

5 77-4014 (1) On or before the tenth day of each calendar month, every
6 person licensed under subsection (1) of section 77-4009 shall file a
7 return with the Tax Commissioner showing either the quantity and the
8 price of each tobacco product brought or caused to be brought into this
9 state for sale or the quantity and the price of each tobacco product
10 made, manufactured, or fabricated in this state for sale in this state,
11 whichever is applicable, during the preceding calendar month. For snuff
12 and alternative nicotine products, such return shall also include the net
13 weight as listed by the manufacturer.

14 (2) Every person licensed pursuant to subsection (2) of section
15 77-4009 shall, in the manner described in subsection (1) of this section,
16 file a return showing in detail the different kinds, quantity, and
17 wholesale sales price of each tobacco product shipped or transported to
18 retailers in this state to be sold by such retailers during the preceding
19 calendar month. For snuff and alternative nicotine products, such return
20 shall also include the net weight as listed by the manufacturer.

21 (3) Returns shall be made upon forms furnished and prescribed by the
22 Tax Commissioner. Each return shall be accompanied by a remittance for
23 the full tax liability shown, less an amount of such liability equal to
24 any amount allowed a payer of the sales and use tax pursuant to
25 subdivision (1)(d) of section 77-2708 as compensation to reimburse the
26 licensee for his or her expenses incurred in complying with the Tobacco
27 Products Tax Act.

28 Sec. 67. Section 77-4017, Reissue Revised Statutes of Nebraska, as
29 amended by Laws 2024, LB1204, section 33, is amended to read:

30 77-4017 (1) Every person licensed or certified under the Tobacco
31 Products Tax Act shall keep complete and accurate records for all places

1 of business, including itemized invoices of tobacco products (a) held,
2 purchased, manufactured, or brought in or caused to be brought into this
3 state or (b) for a person located outside of this state, shipped or
4 transported to retailers in this state. Such records shall be of
5 sufficient detail to identify the manufacturer of each tobacco product
6 held, purchased, manufactured, or brought in or caused to be brought into
7 this state. For snuff and alternative nicotine products, such records
8 shall also include the net weight as listed by the manufacturer.

9 (2) All books, records, and other papers and documents required to
10 be kept by this section shall be preserved for a period of at least three
11 years after the due date of the tax imposed by the Tobacco Products Tax
12 Act unless the Tax Commissioner, in writing, authorizes their destruction
13 or disposal at an earlier date.

14 (3) At any time during usual business hours, duly authorized agents
15 or employees of the Tax Commissioner may enter any place of business of a
16 person licensed or certified under the Tobacco Products Tax Act and
17 inspect the premises, the records required to be kept pursuant to this
18 section, and the tobacco products contained in such place of business for
19 purposes of determining whether or not such person is in full compliance
20 with the act. Refusal to permit such inspection by a duly authorized
21 agent or employee of the Tax Commissioner shall be grounds for
22 revocation, cancellation, or suspension of the license or certification.

23 Sec. 68. Section 77-4025, Revised Statutes Supplement, 2023, as
24 amended by Laws 2024, LB1204, section 36, is amended to read:

25 77-4025 (1) There is hereby created a cash fund in the Department of
26 Revenue to be known as the Tobacco Products Administration Cash Fund. All
27 revenue collected or received by the Tax Commissioner from the license
28 fees, certification fees, and taxes imposed by the Tobacco Products Tax
29 Act shall be remitted to the State Treasurer for credit to the Tobacco
30 Products Administration Cash Fund, except that all such revenue relating
31 to electronic nicotine delivery systems shall be remitted to the State

1 Treasurer for credit as follows:

2 (a) Two-thirds of the tax revenue relating to electronic nicotine
3 delivery systems shall be credited to the Education Future Fund; and

4 (b) All other revenue relating to electronic nicotine delivery
5 systems shall be credited to the General Fund.

6 (2) All costs required for administration of the Tobacco Products
7 Tax Act shall be paid from the Tobacco Products Administration Cash Fund.
8 Credits and refunds allowed under the act shall be paid from the Tobacco
9 Products Administration Cash Fund. Any receipts, after credits and
10 refunds, in excess of the amounts sufficient to cover the costs of
11 administration may be transferred to the General Fund at the direction of
12 the Legislature.

13 (3) Any money in the Tobacco Products Administration Cash Fund
14 available for investment shall be invested by the state investment
15 officer pursuant to the Nebraska Capital Expansion Act and the Nebraska
16 State Funds Investment Act.

17 Sec. 69. Section 77-4212, Revised Statutes Supplement, 2023, as
18 amended by Laws 2024, LB126, section 11, is amended to read:

19 77-4212 (1) For tax year 2007, the amount of relief granted under
20 the Property Tax Credit Act shall be one hundred five million dollars.
21 For tax year 2008, the amount of relief granted under the act shall be
22 one hundred fifteen million dollars. It is the intent of the Legislature
23 to fund the Property Tax Credit Act for tax years after tax year 2008
24 using available revenue. For tax year 2017, the amount of relief granted
25 under the act shall be two hundred twenty-four million dollars. For tax
26 year 2020 through tax year 2022, the minimum amount of relief granted
27 under the act shall be two hundred seventy-five million dollars. For tax
28 year 2023, the minimum amount of relief granted under the act shall be
29 three hundred sixty million dollars. For tax year 2024, the minimum
30 amount of relief granted under the act shall be three hundred ninety-five
31 million dollars. For tax year 2025, the minimum amount of relief granted

1 under the act shall be one hundred ninety-five ~~four hundred thirty~~
2 million dollars. For tax year 2026, the minimum amount of relief granted
3 under the act shall be one hundred eighty ~~four hundred forty-five~~ million
4 dollars. For tax year 2027, the minimum amount of relief granted under
5 the act shall be one hundred seventy ~~four hundred sixty~~ million dollars.
6 For tax year 2028, the minimum amount of relief granted under the act
7 shall be one hundred eighty-five ~~four hundred seventy-five~~ million
8 dollars. For tax year 2029, the minimum amount of relief granted under
9 the act shall be the minimum amount from the prior tax year plus a
10 percentage increase equal to the percentage increase, if any, in the
11 total assessed value of all real property in the state from the prior
12 year to the current year, as determined by the Department of Revenue,
13 plus an additional seventy-five million dollars. For tax year 2030 and
14 each tax year thereafter, the minimum amount of relief granted under the
15 act shall be the minimum amount from the prior tax year plus a percentage
16 increase equal to the percentage increase, if any, in the total assessed
17 value of all real property in the state from the prior year to the
18 current year, as determined by the Department of Revenue. If money is
19 transferred or credited to the Property Tax Credit Cash Fund pursuant to
20 any other state law, such amount shall be added to the minimum amount
21 required under this subsection when determining the total amount of
22 relief granted under the act. The relief shall be in the form of a
23 property tax credit which appears on the property tax statement.

24 (2)(a) For tax years prior to tax year 2017, to determine the amount
25 of the property tax credit, the county treasurer shall multiply the
26 amount disbursed to the county under subdivision (4)(a) of this section
27 by the ratio of the real property valuation of the parcel to the total
28 real property valuation in the county. The amount determined shall be the
29 property tax credit for the property.

30 (b) Beginning with tax year 2017, to determine the amount of the
31 property tax credit, the county treasurer shall multiply the amount

1 disbursed to the county under subdivision (4)(b) of this section by the
2 ratio of the credit allocation valuation of the parcel to the total
3 credit allocation valuation in the county. The amount determined shall be
4 the property tax credit for the property.

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

22 (4)(a) For tax years prior to tax year 2017, the amount disbursed to
23 each county shall be equal to the amount available for disbursement
24 determined under subsection (1) of this section multiplied by the ratio
25 of the real property valuation in the county to the real property
26 valuation in the state. By September 15, the Property Tax Administrator
27 shall determine the amount to be disbursed under this subdivision to each
28 county and certify such amounts to the State Treasurer and to each
29 county. The disbursements to the counties shall occur in two equal
30 payments, the first on or before January 31 and the second on or before
31 April 1. After retaining one percent of the receipts for costs, the

1 county treasurer shall allocate the remaining receipts to each taxing
2 unit levying taxes on taxable property in the tax district in which the
3 real property is located in the same proportion that the levy of such
4 taxing unit bears to the total levy on taxable property of all the taxing
5 units in the tax district in which the real property is located.

6 (b) Beginning with tax year 2017, the amount disbursed to each
7 county shall be equal to the amount available for disbursement determined
8 under subsection (1) of this section multiplied by the ratio of the
9 credit allocation valuation in the county to the credit allocation
10 valuation in the state. By September 15, the Property Tax Administrator
11 shall determine the amount to be disbursed under this subdivision to each
12 county and certify such amounts to the State Treasurer and to each
13 county. The disbursements to the counties shall occur in two equal
14 payments, the first on or before January 31 and the second on or before
15 April 1. After retaining one percent of the receipts for costs, the
16 county treasurer shall allocate the remaining receipts to each taxing
17 unit, excluding school districts, based on its share of the credits
18 granted to all taxpayers in the taxing unit.

19 (5) For purposes of this section, credit allocation valuation means
20 the taxable value for all real property except agricultural land and
21 horticultural land, one hundred twenty percent of taxable value for
22 agricultural land and horticultural land that is not subject to special
23 valuation, and one hundred twenty percent of taxable value for
24 agricultural land and horticultural land that is subject to special
25 valuation.

26 (6) The State Treasurer shall transfer from the General Fund to the
27 Property Tax Credit Cash Fund one hundred five million dollars by August
28 1, 2007, and one hundred fifteen million dollars by August 1, 2008.

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

31 Sec. 70. Section 77-4405, Revised Statutes Supplement, 2023, as

1 amended by Laws 2024, LB1317, section 90, and Laws 2024, LB1344, section
2 14, is amended to read:

3 77-4405 (1) If the department finds that creation of the good life
4 district would not exceed the limits prescribed in subsection (4) of
5 section 77-4404 and the project described in the application meets the
6 eligibility requirements of this section, the application shall be
7 approved.

8 (2) A project is eligible if:

9 (a) The applicant demonstrates that the total new development costs
10 of the project will exceed:

11 (i) One billion dollars if the project will be located in a city of
12 the metropolitan class;

13 (ii) Seven hundred fifty million dollars if the project will be
14 located in a city of the primary class;

15 (iii) Five hundred million dollars if the project will be located in
16 a city of the first class, city of the second class, or village within a
17 county with a population of one hundred thousand inhabitants or more; or

18 (iv) One hundred million dollars if the project will be located in a
19 city of the first class, city of the second class, village, or sanitary
20 and improvement district within a county with a population of less than
21 one hundred thousand inhabitants;

22 (b) The applicant demonstrates that the project will directly or
23 indirectly result in the creation of:

24 (i) One thousand new jobs if the project will be located in a city
25 of the metropolitan class;

26 (ii) Five hundred new jobs if the project will be located in a city
27 of the primary class;

28 (iii) Two hundred fifty new jobs if the project will be located in a
29 city of the first class, city of the second class, or village within a
30 county with a population of one hundred thousand inhabitants or more; or

31 (iv) Fifty new jobs if the project will be located in a city of the

1 first class, city of the second class, village, or sanitary and
2 improvement district within a county with a population of less than one
3 hundred thousand inhabitants; and

4 (c)(i) For a project that will be located in a county with a
5 population of one hundred thousand inhabitants or more, the applicant
6 demonstrates that, upon completion of the project, at least twenty
7 percent of sales at the project will be made to persons residing outside
8 the State of Nebraska or the project will generate a minimum of six
9 hundred thousand visitors per year who reside outside the State of
10 Nebraska and the project will attract new-to-market retail to the state
11 and will generate a minimum of three million visitors per year. Students
12 from another state who attend a Nebraska public or private university
13 shall not be counted as out-of-state residents for purposes of this
14 subdivision; or

15 (ii) For a project that will be located in a county with a
16 population of less than one hundred thousand inhabitants, the applicant
17 demonstrates that, upon completion of the project, at least twenty
18 percent of sales at the project will be made to persons residing outside
19 the State of Nebraska. Students from another state who attend a Nebraska
20 public or private university shall not be counted as out-of-state
21 residents for purposes of this subdivision.

22 (3) The applicant must certify that any anticipated diversion of
23 state sales tax revenue will be offset or exceeded by sales tax paid on
24 anticipated development costs, including construction to real property,
25 during the same period.

26 (4) A project is not eligible if:

27 (a) The project includes a licensed racetrack enclosure or an
28 authorized gaming operator as such terms are defined in section 9-1103,
29 except that this subdivision shall not apply to infrastructure or
30 facilities that are (i) publicly owned or (ii) used by or at the
31 direction of the Nebraska State Fair Board, so long as no gaming devices

1 or games of chance are expected to be operated by an authorized gaming
2 operator within any such facilities;

3 (b) The project received funds pursuant to the Shovel-Ready Capital
4 Recovery and Investment Act or the Economic Recovery Act, except that
5 this subdivision shall not apply to any project located in a qualified
6 inland port district; or

7 (c) The project includes any portion of a public or private
8 university.

9 (5) Approval of an application under this section shall establish
10 the good life district as that area depicted in the map accompanying the
11 application as submitted pursuant to subdivision (1)(b) of section
12 77-4404. Such district shall last for thirty years and shall not exceed
13 two thousand acres in size if in a city of the metropolitan class, three
14 thousand acres in size if in any other class of city or village, or, for
15 any good life district created within a qualified inland port district,
16 the size of the qualified inland port district.

17 ~~(6)(a) Prior to July 1, 2024, any transactions occurring within a~~
18 ~~good life district shall be subject to a reduced state sales tax rate as~~
19 ~~provided in subdivision (5) of section 77-2701.02.~~

20 ~~(6) Any (b) On and after July 1, 2024, any transactions occurring~~
21 ~~within a good life district shall be subject to a reduced state sales tax~~
22 ~~rate as provided in subdivision (6) of section 77-2701.02.~~

23 (7) After establishment of a good life district pursuant to this
24 section, a good life district applicant may adjust the boundaries of the
25 district by filing an amended map with the department and updates or
26 supplements to the application materials originally submitted by the good
27 life district applicant to demonstrate the eligibility criteria in
28 subsection (2) of this section will be met after the boundaries are
29 adjusted. The department shall approve the new boundaries on the
30 following conditions:

31 (a) The department determines that the eligibility criteria in

1 subsection (2) of this section will continue to be met after the proposed
2 boundary adjustment based on the materials submitted by the good life
3 district applicant; and

4 (b) For any area being removed from the district:

5 (i) The department shall solicit and receive from the city or
6 village in which all or a portion of the good life district is located
7 confirmation that no area being removed is attributable to local sources
8 of revenue which have been pledged for payment of bonds issued pursuant
9 to the Good Life District Economic Development Act. Confirmation may
10 include resolutions, meeting minutes, or other official measures adopted
11 or taken by the city council or village board of trustees; and

12 (ii) Either the department has received written consent from the
13 owners of real estate proposed to be removed from the good life district,
14 or a hearing is held by the department in the manner described in this
15 subdivision and the department finds that the removal of the affected
16 property is in the best interests of the state and that the removal is
17 consistent with the goals and purposes of the approved application for
18 the good life district. In determining whether removal of the affected
19 property is consistent with the goals and purposes of the approved
20 application for the good life district, the department may consider any
21 formal action taken by the city council or village board of trustees.
22 Proof of such formal action may include resolutions, meeting minutes, or
23 other official measures adopted or taken. Such hearing must be held at
24 least ninety days after delivering written notice via certified mail to
25 the owners of record for the affected real estate proposed to be removed
26 from the good life district. The hearing must be open to the public and
27 for the stated purpose of hearing testimony regarding the proposed
28 removal of property from the good life district. Attendees must be given
29 the opportunity to speak and submit documentary evidence at, prior to, or
30 contemporaneously with such hearing for the department to consider in
31 making its findings.

1 (8) After establishment of a good life district pursuant to this
2 section, but within twelve months after the approval of the original
3 application or after any modification is made to the boundaries of a good
4 life district pursuant to this section, a city or village in which any
5 part of the applicable good life district is located may file a
6 supplemental request to the department to increase the size of the good
7 life district by up to one thousand acres. Such supplemental request
8 shall be accompanied by such materials and certifications necessary to
9 demonstrate that such increase would not negatively impact the criteria
10 that were necessary for the original establishment of such good life
11 district.

12 (9) After establishment of a good life district pursuant to this
13 section and after any modification is made to the boundaries of a good
14 life district pursuant to this section, the department shall transmit to
15 any city or village which includes such good life district within its
16 boundaries or within its extraterritorial zoning jurisdiction (a) all
17 information held by the department related to the application and
18 approval of the application, (b) all documentation which describes the
19 property included within the good life district, and (c) all
20 documentation transmitted to the applicant for such good life district
21 with approval of the application and establishment of the good life
22 district. Such city or village shall be subject to the same
23 confidentiality restrictions as provided in subsection (3) of section
24 77-4404, except that all such documents, plans, and specifications
25 included in the application which the city or village determine define or
26 describe the project may be provided upon written request of any person
27 who owns property in the applicable good life district.

28 (10) After establishment of a good life district that exceeds one
29 thousand acres in size, the good life district applicant may apply to the
30 department to establish development and design standards for the good
31 life district. Such standards may include, but are not limited to,

1 standards for architectural design, landscape design, construction
2 materials, and sustainability, but may not require property owners to
3 utilize specific contractors, professionals, suppliers, or service
4 providers. The department may approve the standards after holding a
5 hearing after one hundred eighty days' notice to all property owners in
6 the district if the department finds that the standards will ensure a
7 comprehensive and cohesive character and aesthetic for development in the
8 good life district, and that the standards will further the purposes of
9 the Good Life Transformational Projects Act. The development and design
10 standards must be commercially reasonable and consistent with terminology
11 and accepted practices in the architecture industry, must not conflict
12 with any building code or other similar law or regulation, and must not
13 impose an undue burden on property owners in the district. If approved,
14 the standards shall apply to all new construction inside of the good life
15 district. Notwithstanding the foregoing, any such standards established
16 by the department shall be in addition and supplemental to any local
17 zoning, building code, comprehensive plan, or similar requirements of the
18 city or village, which requirements of the city or village shall control
19 to the extent of any conflict with any design standards established by
20 the department.

21 (11) Demonstration of meeting the required new development costs for
22 purposes of subdivision (2)(a) of this section may be established by
23 evidence submitted by the good life district applicant, the city or
24 village where the good life district is located, or any other person
25 which submits satisfactory evidence to the department.

26 Sec. 71. Section 77-4602, Revised Statutes Cumulative Supplement,
27 2022, is amended to read:

28 77-4602 (1) Within fifteen days after the end of each month, the Tax
29 Commissioner shall provide a public statement of actual General Fund net
30 receipts, a comparison of such actual net receipts to the monthly
31 estimated net receipts from the most recent forecast provided by the

1 Nebraska Economic Forecasting Advisory Board pursuant to section
2 77-27,158, and a comparison of such actual net receipts to the monthly
3 actual net receipts for the same month of the previous fiscal year.

4 (2) Within fifteen days after the end of each fiscal year, the
5 public statement shall also include (a) a summary of actual General Fund
6 net receipts and estimated General Fund net receipts for the fiscal year
7 as certified pursuant to sections 77-4601 and 77-4603 and (b) a
8 comparison of the actual General Fund net receipts for the fiscal year to
9 the actual General Fund net receipts for the previous fiscal year.

10 (3)(a) This subsection applies on and after July 1, 2025.

11 (b) If actual General Fund net receipts for the most recently
12 completed fiscal year exceed estimated General Fund net receipts for such
13 fiscal year, as reported pursuant to subsection (2) of this section, the
14 Tax Commissioner shall certify the excess amount to the State Treasurer.
15 The State Treasurer shall transfer the excess amount to the Cash Reserve
16 Fund, except as otherwise provided in subdivision (3)(c) of this section.

17 (c) If actual General Fund net receipts for the most recently
18 completed fiscal year exceed one hundred three percent of actual General
19 Fund net receipts for the previous fiscal year, the transfer described in
20 subdivision (3)(b) of this section shall be modified as follows:

21 (i) The amount transferred to the Cash Reserve Fund shall be reduced
22 by the excess amount calculated under subdivision (3)(c) of this section;
23 and

24 (ii) Such excess amount shall be transferred to the Education Future
25 Fund.

26 ~~(3)(a) Within fifteen days after the end of fiscal year 2020-21 and~~
27 ~~each fiscal year thereafter through fiscal year 2022-23, the Tax~~
28 ~~Commissioner shall determine the balance of the Cash Reserve Fund.~~

29 ~~(b) If the balance of the Cash Reserve Fund is less than five~~
30 ~~hundred million dollars:~~

31 ~~(i) The Tax Commissioner shall determine:~~

1 ~~(A) Actual General Fund net receipts for the most recently completed~~
2 ~~fiscal year minus estimated General Fund net receipts for such fiscal~~
3 ~~year as certified pursuant to sections 77-4601 and 77-4603; and~~

4 ~~(B) Actual General Fund net receipts for the most recently completed~~
5 ~~fiscal year minus one hundred three and one-half percent of actual~~
6 ~~General Fund net receipts for the prior fiscal year.~~

7 ~~(ii) If the amounts calculated under subdivisions (3)(b)(i)(A) and~~
8 ~~(3)(b)(i)(B) of this section are both positive numbers, the Tax~~
9 ~~Commissioner shall certify (A) the amount determined under subdivision~~
10 ~~(3)(b)(i)(A) of this section and (B) fifty percent of the amount~~
11 ~~determined under subdivision (3)(b)(i)(B) of this section to the State~~
12 ~~Treasurer. The State Treasurer shall transfer the difference between the~~
13 ~~two certified amounts to the Cash Reserve Fund.~~

14 ~~(iii) If the amount calculated under subdivision (3)(b)(i)(A) of~~
15 ~~this section is a positive number but the amount calculated under~~
16 ~~subdivision (3)(b)(i)(B) of this section is a negative number, the Tax~~
17 ~~Commissioner shall certify the amount determined under subdivision (3)(b)~~
18 ~~(i)(A) of this section to the State Treasurer and the State Treasurer~~
19 ~~shall transfer such certified amount to the Cash Reserve Fund.~~

20 ~~(c) If the balance of the Cash Reserve Fund is five hundred million~~
21 ~~dollars or more:~~

22 ~~(i) The Tax Commissioner shall determine:~~

23 ~~(A) Actual General Fund net receipts for the most recently completed~~
24 ~~fiscal year minus estimated General Fund net receipts for such fiscal~~
25 ~~year as certified pursuant to sections 77-4601 and 77-4603; and~~

26 ~~(B) Actual General Fund net receipts for the most recently completed~~
27 ~~fiscal year minus one hundred three and one-half percent of actual~~
28 ~~General Fund net receipts for the prior fiscal year.~~

29 ~~(ii) If the amounts calculated under subdivisions (3)(c)(i)(A) and~~
30 ~~(3)(c)(i)(B) of this section are both positive numbers, the Tax~~
31 ~~Commissioner shall certify (A) the amount determined under subdivision~~

1 ~~(3)(c)(i)(A) of this section and (B) the amount determined under~~
2 ~~subdivision (3)(c)(i)(B) of this section to the State Treasurer. The~~
3 ~~State Treasurer shall transfer the difference between the two certified~~
4 ~~amounts to the Cash Reserve Fund.~~

5 ~~(iii) If the amount calculated under subdivision (3)(c)(i)(A) of~~
6 ~~this section is a positive number but the amount calculated under~~
7 ~~subdivision (3)(c)(i)(B) of this section is a negative number, the Tax~~
8 ~~Commissioner shall certify the amount determined under subdivision (3)(c)~~
9 ~~(i)(A) of this section to the State Treasurer and the State Treasurer~~
10 ~~shall transfer such certified amount to the Cash Reserve Fund.~~

11 ~~(4)(a) Within fifteen days after the end of fiscal year 2023-24 and~~
12 ~~each fiscal year thereafter, the Tax Commissioner shall determine the~~
13 ~~following:~~

14 ~~(i) Actual General Fund net receipts for the most recently completed~~
15 ~~fiscal year minus estimated General Fund net receipts for such fiscal~~
16 ~~year as certified pursuant to sections 77-4601 and 77-4603; and~~

17 ~~(ii) Fifty percent of the product of actual General Fund net~~
18 ~~receipts for the most recently completed fiscal year times the difference~~
19 ~~between the annual percentage increase in the actual General Fund net~~
20 ~~receipts for the most recently completed fiscal year and the average~~
21 ~~annual percentage increase in the actual General Fund net receipts over~~
22 ~~the twenty previous fiscal years, excluding the year in which the annual~~
23 ~~percentage change in actual General Fund net receipts is the lowest.~~

24 ~~(b) If the number determined under subdivision (4)(a)(i) of this~~
25 ~~section is a positive number, the Tax Commissioner shall immediately~~
26 ~~certify the greater of the two numbers determined under subdivision (4)~~
27 ~~(a) of this section to the director. The State Treasurer shall transfer~~
28 ~~the certified amount from the General Fund to the Cash Reserve Fund upon~~
29 ~~certification by the director of such amount. The transfer shall be made~~
30 ~~according to the following schedule:~~

31 ~~(i) An amount equal to the amount determined under subdivision (4)~~

1 ~~(a)(i) of this section shall be transferred immediately; and~~
2 ~~(ii) The remainder, if any, shall be transferred by the end of the~~
3 ~~subsequent fiscal year.~~

4 ~~(c) If the transfer required under subdivision (4)(b) of this~~
5 ~~section causes the balance in the Cash Reserve Fund to exceed sixteen~~
6 ~~percent of the total budgeted General Fund expenditures for the current~~
7 ~~fiscal year, such transfer shall be reduced so that the balance of the~~
8 ~~Cash Reserve Fund does not exceed such amount.~~

9 ~~(d) Nothing in this subsection prohibits the balance in the Cash~~
10 ~~Reserve Fund from exceeding sixteen percent of the total budgeted General~~
11 ~~Fund expenditures each fiscal year if the Legislature determines it~~
12 ~~necessary to prepare for and respond to budgetary requirements which may~~
13 ~~include, but are not limited to, capital construction projects and~~
14 ~~responses to emergencies.~~

15 Sec. 72. Section 77-6403, Revised Statutes Cumulative Supplement,
16 2022, is amended to read:

17 77-6403 (1) Any county that has a qualified judgment in excess of
18 twenty-five million dollars rendered against it may, upon adoption of a
19 resolution by the affirmative vote of at least a two-thirds majority of
20 all elected members of the county board, impose a sales and use tax of
21 one-half of one percent on transactions that are subject to the state
22 sales and use tax under the Nebraska Revenue Act of 1967, as amended from
23 time to time, and that are sourced as provided in sections 77-2703.01 to
24 77-2703.04 within the county. Any sales and use tax imposed pursuant to
25 this section shall be used to pay the qualified judgment.

26 (2) The Tax Commissioner shall administer all sales and use taxes
27 imposed pursuant to this section. The Tax Commissioner may prescribe
28 forms and adopt and promulgate rules and regulations in conformity with
29 the Nebraska Revenue Act of 1967, as amended, for the making of returns
30 and for the ascertainment, assessment, and collection of taxes. The
31 county shall furnish a certified copy of the resolution imposing the tax

1 to the Tax Commissioner. The tax shall begin on the first day of the
2 first calendar quarter which begins at least sixty days after receipt by
3 the Tax Commissioner of the certified copy of the resolution. The Tax
4 Commissioner shall provide at least thirty days' notice of the adoption
5 of the tax to retailers within the county. Such notice may be provided
6 through the website of the Department of Revenue or by other electronic
7 means.

8 (3) Any sales and use tax imposed pursuant to this section shall
9 terminate on the first day of the first calendar quarter which begins
10 after the qualified judgment has been paid in full or after seven years,
11 whichever is earlier. The county shall notify the Tax Commissioner of the
12 anticipated termination date at least one hundred twenty days in advance.
13 The Tax Commissioner shall provide at least sixty days' notice of the
14 termination date to retailers within the county. Such notice may be
15 provided through the website of the Department of Revenue or by other
16 electronic means.

17 (4) The Tax Commissioner shall collect any sales and use tax imposed
18 pursuant to this section concurrently with collection of a state sales
19 and use tax in the same manner as the state tax is collected. The Tax
20 Commissioner shall remit monthly the proceeds of the tax to the county
21 imposing the tax, after deducting the amount of refunds made and fifteen
22 ~~three~~ percent of the remainder as an administrative fee necessary to
23 defray the cost of collecting the tax and the expenses incident thereto.
24 The Tax Commissioner shall keep full and accurate records of all money
25 received and distributed. All receipts from the fifteen percent ~~three-~~
26 ~~percent~~ administrative fee shall be deposited in the state General Fund.
27 For fiscal year 2024-25, the counties imposing the tax shall be
28 guaranteed to receive total net taxable sales equal to the fiscal year
29 2023-24 net taxable sales amount plus one percent. For each fiscal year
30 thereafter, the guaranteed taxable sales amount shall increase by one
31 percent.

1 (5) Upon any claim of illegal assessment and collection of any sales
2 and use tax imposed pursuant to this section, the taxpayer has the same
3 remedies provided for claims of illegal assessment and collection of the
4 state sales and use tax.

5 (6) All relevant provisions of the Nebraska Revenue Act of 1967, as
6 amended, not inconsistent with this section, shall govern transactions,
7 proceedings, and activities related to any sales and use tax imposed
8 pursuant to this section.

9 (7) For purposes of any sales and use tax imposed pursuant to this
10 section, all retail sales, rentals, and leases, as defined and described
11 in the Nebraska Revenue Act of 1967, shall be sourced as provided in
12 sections 77-2703.01 to 77-2703.04.

13 Sec. 73. Section 77-6702, Revised Statutes Supplement, 2023, is
14 amended to read:

15 77-6702 For purposes of the Nebraska Property Tax Incentive Act:

16 ~~(1) Allowable growth percentage means the percentage increase, if~~
17 ~~any, in the total assessed value of all real property in the state from~~
18 ~~the prior year to the current year, as determined by the department;~~

19 (1) ~~(2)~~ Community college taxes means property taxes levied on real
20 property in this state by a community college area, excluding the
21 following:

22 (a) Any property taxes levied for bonded indebtedness;

23 (b) Any property taxes levied as a result of an override of limits
24 on property tax levies approved by voters pursuant to section 77-3444;
25 and

26 (c) Any property taxes that, as of the time of payment, were
27 delinquent for five years or more;

28 (2) ~~(3)~~ Department means the Department of Revenue;

29 (3) ~~(4)~~ Eligible taxpayer means any individual, corporation,
30 partnership, limited liability company, trust, estate, or other entity
31 that pays school district taxes or community college taxes during a

1 taxable year; and

2 ~~(4)~~ (5) School district taxes means property taxes levied on real
3 property in this state by a school district or multiple-district school
4 system, excluding the following:

5 (a) Any property taxes levied for bonded indebtedness;

6 (b) Any property taxes levied as a result of an override of limits
7 on property tax levies approved by voters pursuant to section 77-3444;
8 and

9 (c) Any property taxes that, as of the time of payment, were
10 delinquent for five years or more.

11 Sec. 74. Section 77-6703, Revised Statutes Supplement, 2023, is
12 amended to read:

13 77-6703 (1) For taxable years beginning or deemed to begin on or
14 after January 1, 2020, and before January 1, 2024, under the Internal
15 Revenue Code of 1986, as amended, there shall be allowed to each eligible
16 taxpayer a refundable credit against the income tax imposed by the
17 Nebraska Revenue Act of 1967 or against the franchise tax imposed by
18 sections 77-3801 to 77-3807. The credit shall be equal to the credit
19 percentage for the taxable year, as set by the department under
20 subsection (2) of this section, multiplied by the amount of school
21 district taxes paid by the eligible taxpayer during such taxable year.

22 ~~(2)(a) For taxable years beginning or deemed to begin during~~
23 ~~calendar year 2020, the department shall set the credit percentage so~~
24 ~~that the total amount of credits for such taxable years shall be one~~
25 ~~hundred twenty-five million dollars;~~

26 ~~(b) For taxable years beginning or deemed to begin during calendar~~
27 ~~year 2021, the department shall set the credit percentage so that the~~
28 ~~total amount of credits for such taxable years shall be one hundred~~
29 ~~twenty-five million dollars plus either (i) the amount calculated for~~
30 ~~such calendar year under subdivision (3)(b)(ii)(B) of section 77-4602 or~~
31 ~~(ii) the amount calculated for such calendar year under subdivision (3)~~

1 ~~(c)(ii)(B) of section 77-4602, whichever is applicable;~~

2 ~~(2)(a) (c) For taxable years beginning or deemed to begin during~~
3 ~~calendar year 2022, the department shall set the credit percentage so~~
4 ~~that the total amount of credits for such taxable years shall be five~~
5 ~~hundred forty-eight million dollars; and~~

6 ~~(b) (d) For taxable years beginning or deemed to begin during~~
7 ~~calendar year 2023, the department shall set the credit percentage so~~
8 ~~that the total amount of credits for such taxable years shall be five~~
9 ~~hundred sixty million seven hundred thousand dollars. ;~~

10 ~~(e) For taxable years beginning or deemed to begin during calendar~~
11 ~~year 2024 through calendar year 2028, the department shall set the credit~~
12 ~~percentage so that the total amount of credits for such taxable years~~
13 ~~shall be the maximum amount of credits allowed in the prior year~~
14 ~~increased by the allowable growth percentage;~~

15 ~~(f) For taxable years beginning or deemed to begin during calendar~~
16 ~~year 2029, the department shall set the credit percentage so that the~~
17 ~~total amount of credits for such taxable years shall be the maximum~~
18 ~~amount of credits allowed in the prior year increased by the allowable~~
19 ~~growth percentage plus an additional seventy-five million dollars; and~~

20 ~~(g) For taxable years beginning or deemed to begin during calendar~~
21 ~~year 2030 and each calendar year thereafter, the department shall set the~~
22 ~~credit percentage so that the total amount of credits for such taxable~~
23 ~~years shall be the maximum amount of credits allowed in the prior year~~
24 ~~increased by the allowable growth percentage.~~

25 (3) If the school district taxes are paid by a corporation having an
26 election in effect under subchapter S of the Internal Revenue Code, a
27 partnership, a limited liability company, a trust, or an estate, the
28 amount of school district taxes paid during the taxable year may be
29 allocated to the shareholders, partners, members, or beneficiaries in the
30 same proportion that income is distributed for taxable years beginning or
31 deemed to begin before January 1, 2021, under the Internal Revenue Code

1 of 1986, as amended. The department shall provide forms and schedules
2 necessary for verifying eligibility for the credit provided in this
3 section and for allocating the school district taxes paid. For taxable
4 years beginning or deemed to begin on or after January 1, 2021, and
5 before January 1, 2024, under the Internal Revenue Code of 1986, as
6 amended, the refundable credit shall be claimed by the corporation having
7 an election in effect under subchapter S of the Internal Revenue Code,
8 the partnership, the limited liability company, the trust, or the estate
9 that paid the school district taxes.

10 (4) For any fiscal year or short year taxpayer, the credit may be
11 claimed in the first taxable year that begins following the calendar year
12 for which the credit percentage was determined. The credit shall be taken
13 for the school district taxes paid by the taxpayer during the immediately
14 preceding calendar year.

15 (5) For the first taxable year beginning or deemed to begin on or
16 after January 1, 2021, and before January 1, 2022, under the Internal
17 Revenue Code of 1986, as amended, for a corporation having an election in
18 effect under subchapter S of the Internal Revenue Code, a partnership, a
19 limited liability company, a trust, or an estate that paid school
20 district taxes in calendar year 2020 but did not claim the credit
21 directly or allocate such school district taxes to the shareholders,
22 partners, members, or beneficiaries as permitted under subsection (3) of
23 this section, there shall be allowed an additional refundable credit.
24 This credit shall be equal to six percent, multiplied by the amount of
25 school district taxes paid during 2020 by the eligible taxpayer.

26 Sec. 75. Section 79-1001, Revised Statutes Supplement, 2023, is
27 amended to read:

28 79-1001 Sections 79-1001 to 79-1033 and section 76 of this act shall
29 be known and may be cited as the Tax Equity and Educational Opportunities
30 Support Act.

31 Sec. 76. (1) For fiscal year 2025-26 and each fiscal year

1 thereafter, prior to remitting any amounts from the Education Future Fund
2 to any school district with respect to equalization aid under the Tax
3 Equity and Educational Opportunities Support Act, the department shall
4 first calculate the redevelopment project funding amount for such school
5 district as follows: (a) Subtract the lesser of (i) the maximum permitted
6 levy rate for the current fiscal year established pursuant to subdivision
7 (2)(a) of section 77-3442 or (ii) the actual levy rate established for
8 such district for the prior fiscal year, from the actual levy rate
9 established for such district for fiscal year 2024-25; (b) determine the
10 amount of such district's taxable valuation for the prior fiscal year
11 which is attributable to divided taxes under section 18-2147 of the
12 Community Development Law; and (c) multiply the difference determined in
13 subdivision (a) of this subsection by the valuation determined in
14 subdivision (b) of this subsection to produce the redevelopment project
15 funding amount for such district.

16 (2) The redevelopment project funding amount calculated in
17 subsection (1) of this section shall be paid from the Education Future
18 Fund on or before January 1 of the applicable fiscal year and shall be
19 remitted by the department to the county where the authority is located
20 for which such divided taxes are payable pursuant to section 18-2147 of
21 the Community Development Law. Such county shall process the
22 redevelopment project funding amount in the same manner as other property
23 taxes collected by the county, and shall remit such redevelopment project
24 funding to the applicable authority, which shall use such funding in the
25 same manner as divided taxes received from the county for the applicable
26 redevelopment project and to pay the principal of, the interest on, and
27 any premiums due in connection with the bonds of, loans, notes, or
28 advances of money to, or indebtedness incurred by the authority for the
29 applicable redevelopment projects. The redevelopment project funding
30 amount paid from the Education Future Fund shall not reduce the amount of
31 equalization aid or other state aid calculated for and payable to any

1 school district.

2 (3) The Legislature hereby finds and declares that the redevelopment
3 project funding provided by this section is necessary for the effective
4 rehabilitation, acquisition, or redevelopment of substandard and blighted
5 property in redevelopment projects located in such school districts, and
6 acknowledges that without the redevelopment project funding provided by
7 this section, the reduction of property tax levy rates for fiscal year
8 2025-26 and each fiscal year thereafter as provided in subdivision (2)(a)
9 of section 77-3442 would impair the ability of each such authority to
10 adequately effect such rehabilitation, acquisition, or redevelopment of
11 the applicable substandard and blighted property and to meet such
12 authority's obligations with respect to the bonds of, loans, notes, or
13 advances of money to, or indebtedness incurred by such authority for the
14 applicable redevelopment projects.

15 Sec. 77. Section 79-1015.01, Revised Statutes Cumulative Supplement,
16 2022, is amended to read:

17 79-1015.01 (1) Local system formula resources shall include local
18 effort rate yield which shall be computed as prescribed in this section.

19 (2) For school fiscal years prior to school fiscal year 2025-26 each
20 school fiscal year except school fiscal years 2017-18 and 2018-19: (a)
21 For state aid certified pursuant to section 79-1022, the local effort
22 rate shall be the maximum levy, for the school fiscal year for which aid
23 is being certified, authorized pursuant to subdivision (2)(a) of section
24 77-3442 less five cents; (b) for the final calculation of state aid
25 pursuant to section 79-1065, the local effort rate shall be the rate
26 which, when multiplied by the total adjusted valuation of all taxable
27 property in local systems receiving equalization aid pursuant to the Tax
28 Equity and Educational Opportunities Support Act, will produce the amount
29 needed to support the total formula need of such local systems when added
30 to state aid appropriated by the Legislature and other actual receipts of
31 local systems described in section 79-1018.01; and (c) the local effort

1 rate yield for such school fiscal years shall be determined by
2 multiplying each local system's total adjusted valuation by the local
3 effort rate.

4 (3) For school fiscal year 2025-26 and each school fiscal year
5 thereafter: (a) For state aid certified pursuant to section 79-1022, the
6 local effort rate shall be the maximum levy, for the school fiscal year
7 for which aid is being certified, authorized pursuant to subdivision (2)
8 (a) of section 77-3442 less two and one-half cents; (b) for the final
9 calculation of state aid pursuant to section 79-1065, the local effort
10 rate shall be the rate which, when multiplied by the total adjusted
11 valuation of all taxable property in local systems receiving equalization
12 aid pursuant to the Tax Equity and Educational Opportunities Support Act,
13 will produce the amount needed to support the total formula need of such
14 local systems when added to state aid appropriated by the Legislature and
15 other actual receipts of local systems described in section 79-1018.01;
16 and (c) the local effort rate yield for such school fiscal years shall be
17 determined by multiplying each local system's total adjusted valuation by
18 the local effort rate.

19 ~~(3) For school fiscal years 2017-18 and 2018-19: (a) For state aid~~
20 ~~certified pursuant to section 79-1022, the local effort rate shall be the~~
21 ~~maximum levy, for the school fiscal year for which aid is being~~
22 ~~certified, authorized pursuant to subdivision (2)(a) of section 77-3442~~
23 ~~less two and ninety-seven hundredths cents; (b) for the final calculation~~
24 ~~of state aid pursuant to section 79-1065, the local effort rate shall be~~
25 ~~the rate which, when multiplied by the total adjusted valuation of all~~
26 ~~taxable property in local systems receiving equalization aid pursuant to~~
27 ~~the Tax Equity and Educational Opportunities Support Act, will produce~~
28 ~~the amount needed to support the total formula need of such local systems~~
29 ~~when added to state aid appropriated by the Legislature and other actual~~
30 ~~receipts of local systems described in section 79-1018.01; and (c) the~~
31 ~~local effort rate yield for such school fiscal years shall be determined~~

1 ~~by multiplying each local system's total adjusted valuation by the local~~
2 ~~effort rate.~~

3 Sec. 78. Section 79-1021, Revised Statutes Supplement, 2023, as
4 amended by Laws 2024, LB1284, section 12, is amended to read:

5 79-1021 (1) The Education Future Fund is created. The fund shall be
6 administered by the department and shall consist of money transferred to
7 the fund by the Legislature and any other money designated for credit to
8 the fund. Transfers may be made from the Education Future Fund to the
9 Computer Science and Technology Education Fund at the direction of the
10 Legislature. Any money in the Education Future Fund available for
11 investment shall be invested by the state investment officer pursuant to
12 the Nebraska Capital Expansion Act and the Nebraska State Funds
13 Investment Act.

14 (2) The fund shall be used only for the following purposes, in order
15 of priority:

16 (a) To fully fund equalization aid under the Tax Equity and
17 Educational Opportunities Support Act;

18 (b) To fund reimbursements related to special education under
19 section 79-1142;

20 (c) To fund foundation aid under the Tax Equity and Educational
21 Opportunities Support Act;

22 (d) To provide property tax relief under the School District
23 Property Tax Relief Act ~~increase funding for school districts in a way~~
24 ~~that results in direct property tax relief, which means a dollar-for-~~
25 ~~dollar replacement of property taxes by a state funding source;~~

26 (e) To provide funding for a grant program created by the
27 Legislature to address teacher turnover rates and keep existing teachers
28 in classrooms;

29 (f) To provide funding to increase career and technical educational
30 classroom opportunities for students, including, but not limited to,
31 computer science education. Such funding must provide students with the

1 academic and technical skills, knowledge, and training necessary to
2 succeed in future careers;

3 (g) To provide funding for a grant program created by the
4 Legislature to provide students the opportunity to have a mentor who will
5 continuously engage with the student directly to aid in the student's
6 professional growth and give ongoing support and encouragement to the
7 student;

8 (h) To provide funding for extraordinary increases in special
9 education expenditures to allow school districts with large, unexpected
10 special education expenditures to more easily meet the needs of all
11 students;

12 (i) To provide funding to help recruit teachers throughout the state
13 by utilizing apprenticeships through a teacher apprenticeship program and
14 an alternative certification process;

15 (j) To provide funding to develop and implement a professional
16 learning system to help provide sustained professional learning and
17 training regarding evidence-based reading instruction and for a grant
18 program relating to dyslexia research; and

19 (k) To provide funding for a pilot project administered by the State
20 Department of Education to provide menstrual products to school
21 districts.

22 (3)(a) The State Treasurer shall transfer one billion dollars from
23 the General Fund to the Education Future Fund in fiscal year 2023-24, on
24 such dates and in such amounts as directed by the budget administrator of
25 the budget division of the Department of Administrative Services.

26 (b) The State Treasurer shall transfer one billion five hundred
27 eight million eight hundred two thousand nine hundred forty-four ~~two~~
28 ~~hundred fifty million~~ dollars from the General Fund to the Education
29 Future Fund in fiscal year 2024-25, on such dates and in such amounts as
30 directed by the budget administrator of the budget division of the
31 Department of Administrative Services.

1 (c) The State Treasurer shall transfer one billion eight hundred
2 twenty-nine million two hundred seventy-three thousand six hundred eight
3 dollars from the General Fund to the Education Future Fund in fiscal year
4 2025-26, on such dates and in such amounts as directed by the budget
5 administrator of the budget division of the Department of Administrative
6 Services.

7 (d) (e) It is the intent of the Legislature that two billion one
8 hundred eleven million one hundred fifty thousand one hundred five ~~two~~
9 ~~hundred fifty million~~ dollars be transferred from the General Fund to the
10 Education Future Fund in fiscal year ~~2026-27~~ 2025-26 and each fiscal year
11 thereafter.

12 Sec. 79. Section 79-10,120, Revised Statutes Cumulative Supplement,
13 2022, is amended to read:

14 79-10,120 (1) The school board or board of education of any school
15 district may establish a special fund for purposes of acquiring sites for
16 school buildings or teacherages, purchasing existing buildings for use as
17 school buildings or teacherages, including the sites upon which such
18 buildings are located, and the erection, alteration, equipping, and
19 furnishing of school buildings or teacherages and additions to school
20 buildings for elementary and high school grades and for no other purpose.
21 The fund shall be established from the proceeds of an annual levy, to be
22 determined by the board, of not to exceed:

23 (a) For fiscal years prior to fiscal year 2025-26, fourteen cents on
24 each one hundred dollars upon the taxable value of all taxable property
25 in the district; and which

26 (b) For fiscal year 2025-26 and each fiscal year thereafter:

27 (i) Ten cents on each one hundred dollars upon the taxable value of
28 all taxable property in the district for any project commenced on or
29 after the operative date of this section; or

30 (ii) Fourteen cents on each one hundred dollars upon the taxable
31 value of all taxable property in the district for any project commenced

1 prior to the operative date of this section.

2 (2) The tax authorized in this section shall be in addition to any
3 other taxes authorized to be levied for school purposes. Such tax shall
4 be levied and collected as are other taxes for school purposes. For
5 fiscal year 2025-26 and each fiscal year thereafter, such tax shall not
6 be subject to the levy limitations provided in section 77-3442.

7 Sec. 80. Section 81-12,193, Revised Statutes Cumulative Supplement,
8 2022, is amended to read:

9 81-12,193 (1) The Nebraska Transformational Project Fund is hereby
10 created. The fund shall receive money from application fees paid under
11 the Nebraska Transformational Projects Act and from appropriations from
12 the Legislature, grants, private contributions, repayments of matching
13 funds, and all other sources. Any money in the fund available for
14 investment shall be invested by the state investment officer pursuant to
15 the Nebraska Capital Expansion Act and the Nebraska State Funds
16 Investment Act.

17 (2) It is the intent of the Legislature that the State Treasurer
18 shall transfer an amount not to exceed three hundred million dollars to
19 the Nebraska Transformational Project Fund. Such transfers shall only
20 occur after the applicant has been selected for participation in the
21 program described in Title VII, Subtitle C, section 740 of Public Law
22 116-92 and commitments totaling one billion three hundred million dollars
23 in total investment, including only federal dollars and private
24 donations, have been secured. In no case shall any transfer occur before
25 ~~fiscal year 2025-26 or before the total amount of refundable credits~~
26 ~~granted annually under the Nebraska Property Tax Incentive Act reaches~~
27 ~~three hundred seventy-five million dollars.~~ Distributions shall only be
28 made from the fund in amounts equal to the amount of private dollars
29 received by the applicant for the project.

30 (3) Any money remaining in the fund after all obligations have been
31 met shall be transferred to the General Fund.

1 Sec. 81. Laws 2024, LB685, section 17, is amended to read:

2 Sec. 17. (1) Except as otherwise provided in subsection (5) of this
3 section, a tax is hereby imposed and levied, in the amount and in
4 accordance with this section, upon the net operating revenue of all cash
5 devices operating within the State of Nebraska for profit or gain either
6 directly or indirectly received. The tax shall be paid in the amount and
7 manner specified in this section.

8 (2) Except as otherwise provided in subsection (5) of this section,
9 beginning on and after July 1, 2025, any distributor of a cash device,
10 and any operator of a cash device if the operator is not subject to a
11 revenue-sharing or other agreement with a distributor who is paying the
12 tax, shall pay a tax for each cash device in operation each calendar
13 quarter during the taxable year. The tax shall be collected by the
14 department and due and payable on January 1, April 1, July 1, and October
15 1 of each year on each cash device in operation during the preceding
16 calendar quarter. For each cash device put into operation on a date
17 subsequent to a quarterly due date that has not been included in
18 computing the tax imposed and levied by the Mechanical Amusement Device
19 Tax Act, the tax shall be due and payable on the immediately succeeding
20 quarterly due date.

21 (3) The amount of the tax imposed and levied under this section
22 shall be twenty five percent of the net operating revenue for each cash
23 device. The quarterly tax shall be submitted on a form prescribed by the
24 Tax Commissioner documenting the total gross and net operating revenue
25 for that quarter.

26 (4) The Tax Commissioner shall remit the taxes collected pursuant to
27 this section to the State Treasurer. The State Treasurer shall credit
28 seventy-five percent of such taxes to the Education Future Fund and shall
29 credit the remaining twenty-five percent for credit as follows:

30 (a) Twenty percent of such remainder to the Charitable Gaming
31 Operations Fund for enforcement of the act and maintenance of the central

1 server;

2 (b) Two and one-half percent of such remainder to the Compulsive
3 Gamblers Assistance Fund;

4 (c) Two and one-half percent of such remainder to the General Fund;

5 (d) Ten percent of such remainder to the Nebraska Tourism Commission
6 Promotional Cash Fund;

7 (e) Forty percent of such remainder to the Property Tax Credit Cash
8 Fund; and

9 (f) ~~Twenty-five~~ The remaining twenty-five percent of such remainder
10 to the county treasurer of the county in which the cash device is located
11 to be distributed as follows: (i) If the cash device is located
12 completely within an unincorporated area of a county, the ~~remaining~~
13 twenty-five percent shall be distributed to the county in which the cash
14 device is located, or (ii) if the cash device is located within the
15 limits of a city or village in such county, one-half of the ~~remaining~~
16 twenty-five percent shall be distributed to such county and one-half of
17 the ~~remaining~~ twenty-five percent shall be distributed to the city or
18 village in which such cash device is located.

19 (5) This section does not apply to cash devices operated by a
20 fraternal benefit society organized and licensed under sections 44-1072
21 to 44-10,109 or a recognized veterans organization as defined in section
22 80-401.01.

23 Sec. 82. Sections 1, 2, 3, 4, 5, 6, 7, 8, 13, 14, 15, 16, 17, 18,
24 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36,
25 37, 38, 39, 40, 41, 42, 43, 45, 46, 47, 48, 51, 52, 53, 54, 55, 56, 58,
26 59, 60, 61, 62, 63, 64, 65, 66, 67, 68, 69, 70, 71, 72, 73, 74, 75, 76,
27 77, 78, 79, 80, 81, 84, and 86 of this act become operative on October 1,
28 2024. Sections 44, 49, 50, 57, and 85 of this act become operative on
29 January 1, 2025. The other sections of this act become operative on their
30 effective date.

31 Sec. 83. If any section in this act or any part of any section is

1 declared invalid or unconstitutional, the declaration shall not affect
2 the validity or constitutionality of the remaining portions.

3 Sec. 84. Original sections 9-648, 13-324, 13-508, 13-518, 13-2817,
4 14-109, 15-202, 15-203, 16-205, 17-525, 29-3933, 53-160, 72-2305,
5 72-2306, 77-2704.24, 77-2704.27, 77-2704.50, 77-2704.67, 77-27,142,
6 77-27,235, and 77-4014, Reissue Revised Statutes of Nebraska; sections
7 77-382, 77-1776, 77-2602, 77-2701.16, 77-27,144, 77-4602, 77-6403,
8 79-1015.01, 79-10,120, and 81-12,193, Revised Statutes Cumulative
9 Supplement, 2022; sections 77-1632, 77-1633, 77-1701, 77-3442, 77-4002,
10 77-4003.02, 77-4007, 77-4008, 77-6702, 77-6703, and 79-1001, Revised
11 Statutes Supplement, 2023; section 77-3005, Reissue Revised Statutes of
12 Nebraska, as amended by Laws 2024, LB685, section 11; section 77-4017,
13 Reissue Revised Statutes of Nebraska, as amended by Laws 2024, LB1204,
14 section 33; section 9-1,101, Revised Statutes Supplement, 2023, as
15 amended by Laws 2024, LB685, section 1; section 77-2701, Revised Statutes
16 Supplement, 2023, as amended by Laws 2024, LB937, section 67, Laws 2024,
17 LB1023, section 8, and Laws 2024, LB1317, section 80; section 77-2701.02,
18 Revised Statutes Supplement, 2023, as amended by Laws 2024, LB1317,
19 section 81; section 77-2701.04, Revised Statutes Supplement, 2023, as
20 amended by Laws 2024, LB937, section 68, and Laws 2024, LB1317, section
21 82; section 77-27,132, Revised Statutes Supplement, 2023, as amended by
22 Laws 2024, LB1108, section 3; section 77-4001, Revised Statutes
23 Supplement, 2023, as amended by Laws 2024, LB1204, section 25; section
24 77-4025, Revised Statutes Supplement, 2023, as amended by Laws 2024,
25 LB1204, section 36; section 77-4212, Revised Statutes Supplement, 2023,
26 as amended by Laws 2024, LB126, section 11; section 77-4405, Revised
27 Statutes Supplement, 2023, as amended by Laws 2024, LB1317, section 90,
28 and Laws 2024, LB1344, section 14; section 79-1021, Revised Statutes
29 Supplement, 2023, as amended by Laws 2024, LB1284, section 12; and Laws
30 2024, LB685, section 17, are repealed.

31 Sec. 85. Original section 77-2704.13, Reissue Revised Statutes of

1 Nebraska; section 77-3506.03, Reissue Revised Statutes of Nebraska, as
2 amended by Laws 2024, LB126, section 4; and section 77-2715.07, Revised
3 Statutes Supplement, 2023, as amended by Laws 2024, LB937, section 74,
4 Laws 2024, LB1023, section 9, Laws 2024, LB1344, section 9, and Laws
5 2024, LB1402, section 2, are repealed.

6 Sec. 86. The following sections are outright repealed: Sections
7 77-2704.38, 77-2704.51, 77-2704.53, 77-2704.56, 77-2704.57, 77-2704.60,
8 77-2704.61, 77-2704.62, 77-2704.63, and 77-2704.65, Reissue Revised
9 Statutes of Nebraska; section 77-2704.20, Revised Statutes Cumulative
10 Supplement, 2022; and section 18-1208, Reissue Revised Statutes of
11 Nebraska, as amended by Laws 2024, LB1317, section 55.

12 Sec. 87. Since an emergency exists, this act takes effect when
13 passed and approved according to law.