

LEGISLATURE OF NEBRASKA
ONE HUNDRED EIGHTH LEGISLATURE
FIRST SPECIAL SESSION

LEGISLATIVE BILL 31

Introduced by Conrad, 46.

Read first time July 26, 2024

Committee: Revenue

1 A BILL FOR AN ACT relating to taxation; to provide for an excise tax on
2 individual incomes as prescribed; and to create the Tax Equity Cash
3 Fund.

4 Be it enacted by the people of the State of Nebraska,

1 Section 1. (1) For taxable years beginning or deemed to begin on or
2 after January 1, 2025:

3 (a) For single individuals, married filing separate, or estates and
4 trusts, the following excise tax is levied on each dollar of individual
5 income above \$1,000,000: 9.5%, less the applicable individual income tax
6 rate in section 77-2715.03 for such individual income over \$1,000,000;

7 (b) For married filing jointly or head of household, the following
8 excise tax is levied on each dollar of individual income above
9 \$2,000,000: 9.5% less the applicable individual income tax rate in
10 section 77-2715.03 for such individual income over \$2,000,000.

11 (2)(a) The Department of Revenue shall collect the excise tax levied
12 under this section at least once per taxable year on a form and in a
13 manner prescribed by the department.

14 (b) The department shall remit any excise tax collected under this
15 section to the State Treasurer for credit to the Tax Equity Cash Fund.

16 Sec. 2. (1) The Tax Equity Cash Fund is created. The Tax Equity
17 Cash Fund shall be administered by the Department of Revenue. The Tax
18 Equity Cash Fund shall consist of money credited to the Tax Equity Cash
19 Fund pursuant to section 1 of this act. The department may use money in
20 the Tax Equity Cash Fund to pay for costs associated with any duty of the
21 department under section 1 of this act and for administration of the Tax
22 Equity Cash Fund.

23 (2) Money in the Tax Equity Cash Fund may be transferred as approved
24 by the Legislature to the:

25 (a) General Fund;

26 (b) Education Future Fund; or

27 (c) Property Tax Credit Cash Fund.

28 (3) Any money in the Tax Equity Cash Fund available for investment
29 shall be invested by the state investment officer pursuant to the
30 Nebraska Capital Expansion Act and the Nebraska State Funds Investment
31 Act.