

LEGISLATURE OF NEBRASKA
ONE HUNDRED EIGHTH LEGISLATURE
FIRST SPECIAL SESSION

LEGISLATIVE BILL 39

Introduced by Kauth, 31.

Read first time July 29, 2024

Committee: Revenue

- 1 A BILL FOR AN ACT relating to revenue and taxation; to amend section
- 2 77-3506.03, Reissue Revised Statutes of Nebraska, as amended by Laws
- 3 2024, LB126, section 4; to change provisions relating to homestead
- 4 exemptions; to provide an operative date; and to repeal the original
- 5 section.
- 6 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 77-3506.03, Reissue Revised Statutes of Nebraska,
2 as amended by Laws 2024, LB126, section 4, is amended to read:

3 77-3506.03 (1) Except as provided in subsection (2) of this section,
4 for homesteads valued at or above the maximum value, the exempt amount
5 for any exemption under section 77-3507 or 77-3508 shall be reduced by
6 ten percent for each two thousand five hundred dollars of value by which
7 the homestead exceeds the maximum value and any homestead which exceeds
8 the maximum value by twenty thousand dollars or more is not eligible for
9 any exemption under section 77-3507 or 77-3508.

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

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

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

18 (iii) Is not ineligible for an exemption under section 77-3507 or
19 77-3508 for any reason other than as provided in subsection (1) of this
20 section.

21 (b) If a homestead remains eligible for an exemption under
22 subdivision (a) of this subsection for any year, the homestead shall
23 continue to be eligible for each year thereafter unless the homestead is
24 not eligible for such exemption for any reason other than as provided in
25 subsection (1) of this section.

26 (c) The percentage of the exempt amount for a homestead for any year
27 such homestead is valued at or above the maximum value and ~~is remains~~
28 eligible for exemption under this subsection shall be equal to the
29 percentage of the exempt amount for the homestead in the last year the
30 homestead received an exemption under section 77-3507 or 77-3508 and was
31 valued below the maximum value plus twenty thousand dollars.

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

4 (3) This section shall not apply to any exemption under section
5 77-3506.

6 Sec. 2. This act becomes operative on January 1, 2025.

7 Sec. 3. Original section 77-3506.03, Revised Statutes Supplement,
8 2023, as amended by Laws 2024, LB126, section 4, is repealed.