

# **One Hundred Eighth Legislature - First Session - 2023**

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

### **LB294**

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**Chairperson: Senator Lou Ann Linehan**

**Committee: Revenue**

**Date of Hearing: February 08, 2023**

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

LB 394 creates the Child Tax Credit Act and would provide families a refundable tax credit in an amount of up to one thousand dollars per child, depending on income.

The CTC Act would provide the full one thousand dollars per dependent child for families with incomes up to 75,000 for single; 92,500 for head of household; and 110,000 for married filing jointly taxpayers.

Families above these incomes can still receive the credit at a reduced rate of five percent for each 1,000/1,500/2,000 above the the limits for single/head of household/married filing jointly taxpayers

The credit is fully phased out at incomes equal to 95,000/122,500/150,000 for single/head of household/married filing jointly taxpayers.

It is estimated that 478,000 children - about 81% of all children in the state, will receive this benefit.

Similarly, the proposal is estimated to reach 896,000 individuals in the state, or about 46% of all individuals in Nebraska.

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

**Senator Danielle Conrad**