

One Hundred Ninth Legislature - Second Session - 2026

Introducer's Statement of Intent

LB872

Chairperson: Senator R. Brad von Gillern

Committee: Revenue

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

LB 872 eliminates an income tax reduction for extraordinary dividends and certain capital gains and repeals sections 77-2715.08 and 77-2715.09.

The Special Capital Gains Election was a financial incentive given to Nebraska's business community in 1987 through LB 775. This exemption was intended to entice highly compensated officers and employees to remain in and relocate to Nebraska, and to protect business owners from paying any tax on the increased value of the stock in their company if the business was sold.

Principal Introducer: _____

Senator Danielle Conrad