

LEGISLATURE OF NEBRASKA
ONE HUNDRED EIGHTH LEGISLATURE
SECOND SESSION

LEGISLATIVE BILL 1041

Introduced by Fredrickson, 20.

Read first time January 08, 2024

Committee:

- 1 A BILL FOR AN ACT relating to revenue and taxation; to amend sections
- 2 77-3506.02, 77-3506.03, and 77-3507, Reissue Revised Statutes of
- 3 Nebraska; to change provisions relating to homestead exemptions; to
- 4 provide an operative date; and to repeal the original sections.
- 5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 77-3506.02, Reissue Revised Statutes of Nebraska,
2 is amended to read:

3 77-3506.02 After county board of equalization action pursuant to
4 sections 77-1502 to 77-1504.01 and on or before September 1 each year,
5 the county assessor shall certify to the Department of Revenue the
6 average assessed value of single-family residential property in the
7 county for the current year and the percentage change of such average
8 assessed value from the preceding year for purposes of sections 77-3507
9 and 77-3508.

10 The county assessor shall determine the current average assessed
11 value of single-family residential property from all real property
12 records containing dwellings, mobile homes, and duplexes all of which are
13 designed for occupancy as single-family residential property and any
14 associated land not to exceed one acre.

15 The county assessor shall also report to the Department of Revenue
16 the computed exempt amounts pursuant to section 77-3501.01.

17 Sec. 2. Section 77-3506.03, Reissue Revised Statutes of Nebraska, is
18 amended to read:

19 77-3506.03 For homesteads valued at or above the maximum value, the
20 exempt amount for any exemption under section 77-3507 or 77-3508 shall be
21 reduced by ten percent for each five ~~two thousand five hundred~~ dollars of
22 value by which the homestead exceeds the maximum value and any homestead
23 which exceeds the maximum value by fifty ~~twenty~~ thousand dollars or more
24 is not eligible for any exemption under section 77-3507 or 77-3508. This
25 section shall not apply to any exemption under section 77-3506.

26 Sec. 3. Section 77-3507, Reissue Revised Statutes of Nebraska, is
27 amended to read:

28 77-3507 (1) All homesteads in this state shall be assessed for
29 taxation the same as other property, except that there shall be exempt
30 from taxation on homesteads of qualified claimants a percentage of the
31 exempt amount as limited by section 77-3506.03. The percentage of the

1 exempt amount shall be determined based on the household income of a
2 claimant pursuant to subsections (2) through (4) of this section.

3 (2) For 2014, for a qualified married or closely related claimant,
4 the percentage of the exempt amount for which the claimant shall be
5 eligible shall be the percentage in Column B which corresponds with the
6 claimant's household income in Column A in the table found in this
7 subsection.

8	Column A	Column B
9	Household Income	Percentage
10	In Dollars	Of Relief
11	0 through 31,600	100
12	31,601 through 33,300	90
13	33,301 through 35,000	80
14	35,001 through 36,700	70
15	36,701 through 38,400	60
16	38,401 through 40,100	50
17	40,101 through 41,800	40
18	41,801 through 43,500	30
19	43,501 through 45,200	20
20	45,201 through 46,900	10
21	46,901 and over	0

22 (3) For 2014, for a qualified single claimant, the percentage of the
23 exempt amount for which the claimant shall be eligible shall be the
24 percentage in Column B which corresponds with the claimant's household
25 income in Column A in the table found in this subsection.

26	Column A	Column B
27	Household Income	Percentage
28	In Dollars	Of Relief
29	0 through 26,900	100
30	26,901 through 28,300	90

1	28,301 through 29,700	80
2	29,701 through 31,100	70
3	31,101 through 32,500	60
4	32,501 through 33,900	50
5	33,901 through 35,300	40
6	35,301 through 36,700	30
7	36,701 through 38,100	20
8	38,101 through 39,500	10
9	39,501 and over	0

10 (4) For exemption applications filed in calendar years 2015 through
11 2017, the income eligibility amounts in subsections (2) and (3) of this
12 section shall be adjusted by the percentage determined pursuant to the
13 provisions of section 1(f) of the Internal Revenue Code of 1986, as it
14 existed prior to December 22, 2017. For exemption applications filed in
15 calendar year 2018 and each calendar year thereafter, the income
16 eligibility amounts in subsections (2) and (3) of this section shall be
17 adjusted by the percentage change in the Consumer Price Index for All
18 Urban Consumers published by the federal Bureau of Labor Statistics from
19 the twelve months ending on August 31, 2016, to the twelve months ending
20 on August 31 of the year preceding the applicable calendar year and shall
21 be additionally adjusted by the percentage increase, if any, of the
22 average assessed value of single-family residential property in the
23 claimant's county of residence as determined in section 77-3506.02. The
24 income eligibility amounts shall be adjusted for cumulative inflation
25 since 2014. If any amount is not a multiple of one hundred dollars, the
26 amount shall be rounded to the next lower multiple of one hundred
27 dollars.

28 Sec. 4. This act becomes operative on January 1, 2025.

29 Sec. 5. Original sections 77-3506.02, 77-3506.03, and 77-3507,
30 Reissue Revised Statutes of Nebraska, are repealed.