

AMENDMENTS TO LB919

(Amendments to Standing Committee amendments, AM2513)

Introduced by Cavanaugh, J., 9.

1 1. Strike the original sections and all amendments thereto and
2 insert the following new sections:

3 Section 1. Section 77-2715.03, Reissue Revised Statutes of Nebraska,
4 is amended to read:

5 77-2715.03 (1) For taxable years beginning or deemed to begin on or
6 after January 1, 2013, and before January 1, 2014, the following brackets
7 and rates are hereby established for the Nebraska individual income tax:

8 Individual Income Tax Brackets and Rates

9 Bracket	Single	Married,	Head of	Married,	Estates	Tax
10 Number	Individuals	Filing	Household	Filing	and	Rate
		Jointly		Separate	Trusts	
12 1	\$0-2,399	\$0-4,799	\$0-4,499	\$0-2,399	\$0-499	2.46%
13 2	\$2,400-	\$4,800-	\$4,500-	\$2,400-	\$500-	
14	17,499	34,999	27,999	17,499	4,699	3.51%
15 3	\$17,500-	\$35,000-	\$28,000-	\$17,500-	\$4,700-	
16	26,999	53,999	39,999	26,999	15,149	5.01%
17 4	\$27,000	\$54,000	\$40,000	\$27,000	\$15,150	
18	and Over	and Over	and Over	and Over	and Over	6.84%

19 (2) For taxable years beginning or deemed to begin on or after
20 January 1, 2014, and before January 1, 2024, the following brackets and
21 rates are hereby established for the Nebraska individual income tax:

22 Individual Income Tax Brackets and Rates

23 Bracket	Single	Married,	Head of	Married,	Estates	Tax
24 Number	Individuals	Filing	Household	Filing	and	Rate
		Jointly		Separate	Trusts	

1	1	\$0-2,999	\$0-5,999	\$0-5,599	\$0-2,999	\$0-499	2.46%
2	2	\$3,000-	\$6,000-	\$5,600-	\$3,000-	\$500-	
3		17,999	35,999	28,799	17,999	4,699	3.51%
4	3	\$18,000-	\$36,000-	\$28,800-	\$18,000-	\$4,700-	
5		28,999	57,999	42,999	28,999	15,149	5.01%
6	4	\$29,000	\$58,000	\$43,000	\$29,000	\$15,150	
7		and Over	and Over	and Over	and Over	and Over	6.84%

8 (3)(a) For taxable years beginning or deemed to begin on or after
9 January 1, 2015, and before January 1, 2024, the minimum and maximum
10 dollar amounts for each income tax bracket provided in subsection (2) of
11 this section shall be adjusted for inflation by the percentage determined
12 under subdivision (3)(b) of this section. The rate applicable to any such
13 income tax bracket shall not be changed as part of any adjustment under
14 this subsection. The minimum and maximum dollar amounts for each income
15 tax bracket as adjusted shall be rounded to the nearest ten-dollar
16 amount. If the adjusted amount for any income tax bracket ends in a five,
17 it shall be rounded up to the nearest ten-dollar amount.

18 (b)(i) For taxable years beginning or deemed to begin on or after
19 January 1, 2015, and before January 1, 2018, the Tax Commissioner shall
20 adjust the income tax brackets in subsection (2) of this section by the
21 percentage determined pursuant to the provisions of section 1(f) of the
22 Internal Revenue Code of 1986, as it existed prior to December 22, 2017,
23 except that in section 1(f)(3)(B) of the code the year 2013 shall be
24 substituted for the year 1992. For 2015, the Tax Commissioner shall then
25 determine the percent change from the twelve months ending on August 31,
26 2013, to the twelve months ending on August 31, 2014, and in each
27 subsequent year, from the twelve months ending on August 31, 2013, to the
28 twelve months ending on August 31 of the year preceding the taxable year.
29 The Tax Commissioner shall prescribe new tax rate schedules that apply in
30 lieu of the schedules set forth in subsection (2) of this section.

1 (ii) For taxable years beginning or deemed to begin on or after
2 January 1, 2018, and before January 1, 2024, the Tax Commissioner shall
3 adjust the income tax brackets in subsection (2) of this section based on
4 the percentage change in the Consumer Price Index for All Urban Consumers
5 published by the federal Bureau of Labor Statistics from the twelve
6 months ending on August 31, 2016, to the twelve months ending on August
7 31 of the year preceding the taxable year. The Tax Commissioner shall
8 prescribe new tax rate schedules that apply in lieu of the schedules set
9 forth in subsection (2) of this section.

10 (4) For taxable years beginning or deemed to begin on or after
11 January 1, 2024, the following brackets and rates are hereby established
12 for the Nebraska individual income tax:

13 Individual Income Tax Brackets and Rates

14	<u>Bracket</u>	<u>Single</u>	<u>Married,</u>	<u>Head of</u>	<u>Married,</u>	<u>Estates</u>	<u>Tax</u>
15	<u>Number</u>	<u>Individuals</u>	<u>Filing</u>	<u>Household</u>	<u>Filing</u>	<u>and</u>	<u>Rate</u>
16			<u>Jointly</u>		<u>Separate</u>	<u>Trusts</u>	
17	<u>1</u>	<u>\$0-3,439</u>	<u>\$0-6,859</u>	<u>\$0-6,409</u>	<u>\$0-3,439</u>	<u>\$0-499</u>	<u>2.46%</u>
18	<u>2</u>	<u>\$3,440-</u>	<u>\$6,860-</u>	<u>\$6,410-</u>	<u>\$3,440-</u>	<u>\$500-</u>	
19		<u>20,589</u>	<u>41,189</u>	<u>32,949</u>	<u>20,589</u>	<u>4,699</u>	<u>3.51%</u>
20	<u>3</u>	<u>\$20,590-</u>	<u>\$41,190-</u>	<u>\$32,950-</u>	<u>\$20,590-</u>	<u>\$4,700-</u>	
21		<u>33,179</u>	<u>66,359</u>	<u>49,199</u>	<u>33,179</u>	<u>15,149</u>	<u>4.01%</u>
22	<u>4</u>	<u>\$33,180</u>	<u>\$66,360</u>	<u>\$49,200</u>	<u>\$33,180</u>	<u>\$15,150</u>	
23		<u>and Over</u>	<u>and Over</u>	<u>and Over</u>	<u>and Over</u>	<u>and Over</u>	<u>6.84%</u>

24 (5)(a) For taxable years beginning or deemed to begin on or after
25 January 1, 2025, the minimum and maximum dollar amounts for each income
26 tax bracket provided in subsection (4) of this section shall be adjusted
27 for inflation by the percentage determined under subdivision (5)(b) of
28 this section. The rate applicable to any such income tax bracket shall
29 not be changed as part of any adjustment under this subsection. The
30 minimum and maximum dollar amounts for each income tax bracket as

1 adjusted shall be rounded to the nearest ten-dollar amount. If the
2 adjusted amount for any income tax bracket ends in a five, it shall be
3 rounded up to the nearest ten-dollar amount.

4 (b) The Tax Commissioner shall adjust the income tax brackets in
5 subsection (4) of this section based on the percentage change in the
6 Consumer Price Index for All Urban Consumers published by the federal
7 Bureau of Labor Statistics from the twelve months ending on August 31,
8 2023, to the twelve months ending on August 31 of the year preceding the
9 taxable year. The Tax Commissioner shall prescribe new tax rate schedules
10 that apply in lieu of the schedules set forth in subsection (4) of this
11 section.

12 (6) (4) Whenever the tax brackets or tax rates are changed by the
13 Legislature, the Tax Commissioner shall update the tax rate schedules to
14 reflect the new tax brackets or tax rates and shall publish such updated
15 schedules.

16 (7) (5) The Tax Commissioner shall prepare, from the rate schedules,
17 tax tables which can be used by a majority of the taxpayers to determine
18 their Nebraska tax liability. The design of the tax tables shall be
19 determined by the Tax Commissioner. The size of the tax table brackets
20 may change as the level of income changes. The difference in tax between
21 two tax table brackets shall not exceed fifteen dollars. The Tax
22 Commissioner may build the personal exemption credit and standard
23 deduction amounts into the tax tables.

24 (8) (6) For taxable years beginning or deemed to begin on or after
25 January 1, 2013, the tax rate applied to other federal taxes included in
26 the computation of the Nebraska individual income tax shall be 29.6
27 percent.

28 (9) (7) The Tax Commissioner may require by rule and regulation that
29 all taxpayers shall use the tax tables if their income is less than the
30 maximum income included in the tax tables.

31 Sec. 2. Section 77-2716, Revised Statutes Supplement, 2021, is

1 amended to read:

2 77-2716 (1) The following adjustments to federal adjusted gross
3 income or, for corporations and fiduciaries, federal taxable income shall
4 be made for interest or dividends received:

5 (a)(i) There shall be subtracted interest or dividends received by
6 the owner of obligations of the United States and its territories and
7 possessions or of any authority, commission, or instrumentality of the
8 United States to the extent includable in gross income for federal income
9 tax purposes but exempt from state income taxes under the laws of the
10 United States; and

11 (ii) There shall be subtracted interest received by the owner of
12 obligations of the State of Nebraska or its political subdivisions or
13 authorities which are Build America Bonds to the extent includable in
14 gross income for federal income tax purposes;

15 (b) There shall be subtracted that portion of the total dividends
16 and other income received from a regulated investment company which is
17 attributable to obligations described in subdivision (a) of this
18 subsection as reported to the recipient by the regulated investment
19 company;

20 (c) There shall be added interest or dividends received by the owner
21 of obligations of the District of Columbia, other states of the United
22 States, or their political subdivisions, authorities, commissions, or
23 instrumentalities to the extent excluded in the computation of gross
24 income for federal income tax purposes except that such interest or
25 dividends shall not be added if received by a corporation which is a
26 regulated investment company;

27 (d) There shall be added that portion of the total dividends and
28 other income received from a regulated investment company which is
29 attributable to obligations described in subdivision (c) of this
30 subsection and excluded for federal income tax purposes as reported to
31 the recipient by the regulated investment company; and

1 (e)(i) Any amount subtracted under this subsection shall be reduced
2 by any interest on indebtedness incurred to carry the obligations or
3 securities described in this subsection or the investment in the
4 regulated investment company and by any expenses incurred in the
5 production of interest or dividend income described in this subsection to
6 the extent that such expenses, including amortizable bond premiums, are
7 deductible in determining federal taxable income.

8 (ii) Any amount added under this subsection shall be reduced by any
9 expenses incurred in the production of such income to the extent
10 disallowed in the computation of federal taxable income.

11 (2) There shall be allowed a net operating loss derived from or
12 connected with Nebraska sources computed under rules and regulations
13 adopted and promulgated by the Tax Commissioner consistent, to the extent
14 possible under the Nebraska Revenue Act of 1967, with the laws of the
15 United States. For a resident individual, estate, or trust, the net
16 operating loss computed on the federal income tax return shall be
17 adjusted by the modifications contained in this section. For a
18 nonresident individual, estate, or trust or for a partial-year resident
19 individual, the net operating loss computed on the federal return shall
20 be adjusted by the modifications contained in this section and any
21 carryovers or carrybacks shall be limited to the portion of the loss
22 derived from or connected with Nebraska sources.

23 (3) There shall be subtracted from federal adjusted gross income for
24 all taxable years beginning on or after January 1, 1987, the amount of
25 any state income tax refund to the extent such refund was deducted under
26 the Internal Revenue Code, was not allowed in the computation of the tax
27 due under the Nebraska Revenue Act of 1967, and is included in federal
28 adjusted gross income.

29 (4) Federal adjusted gross income, or, for a fiduciary, federal
30 taxable income shall be modified to exclude the portion of the income or
31 loss received from a small business corporation with an election in

1 effect under subchapter S of the Internal Revenue Code or from a limited
2 liability company organized pursuant to the Nebraska Uniform Limited
3 Liability Company Act that is not derived from or connected with Nebraska
4 sources as determined in section 77-2734.01.

5 (5) There shall be subtracted from federal adjusted gross income or,
6 for corporations and fiduciaries, federal taxable income dividends
7 received or deemed to be received from corporations which are not subject
8 to the Internal Revenue Code.

9 (6) There shall be subtracted from federal taxable income a portion
10 of the income earned by a corporation subject to the Internal Revenue
11 Code of 1986 that is actually taxed by a foreign country or one of its
12 political subdivisions at a rate in excess of the maximum federal tax
13 rate for corporations. The taxpayer may make the computation for each
14 foreign country or for groups of foreign countries. The portion of the
15 taxes that may be deducted shall be computed in the following manner:

16 (a) The amount of federal taxable income from operations within a
17 foreign taxing jurisdiction shall be reduced by the amount of taxes
18 actually paid to the foreign jurisdiction that are not deductible solely
19 because the foreign tax credit was elected on the federal income tax
20 return;

21 (b) The amount of after-tax income shall be divided by one minus the
22 maximum tax rate for corporations in the Internal Revenue Code; and

23 (c) The result of the calculation in subdivision (b) of this
24 subsection shall be subtracted from the amount of federal taxable income
25 used in subdivision (a) of this subsection. The result of such
26 calculation, if greater than zero, shall be subtracted from federal
27 taxable income.

28 (7) Federal adjusted gross income shall be modified to exclude any
29 amount repaid by the taxpayer for which a reduction in federal tax is
30 allowed under section 1341(a)(5) of the Internal Revenue Code.

31 (8)(a) Federal adjusted gross income or, for corporations and

1 fiduciaries, federal taxable income shall be reduced, to the extent
2 included, by income from interest, earnings, and state contributions
3 received from the Nebraska educational savings plan trust created in
4 sections 85-1801 to 85-1817 and any account established under the
5 achieving a better life experience program as provided in sections
6 77-1401 to 77-1409.

7 (b) Federal adjusted gross income or, for corporations and
8 fiduciaries, federal taxable income shall be reduced by any contributions
9 as a participant in the Nebraska educational savings plan trust or
10 contributions to an account established under the achieving a better life
11 experience program made for the benefit of a beneficiary as provided in
12 sections 77-1401 to 77-1409, to the extent not deducted for federal
13 income tax purposes, but not to exceed five thousand dollars per married
14 filing separate return or ten thousand dollars for any other return. With
15 respect to a qualified rollover within the meaning of section 529 of the
16 Internal Revenue Code from another state's plan, any interest, earnings,
17 and state contributions received from the other state's educational
18 savings plan which is qualified under section 529 of the code shall
19 qualify for the reduction provided in this subdivision. For contributions
20 by a custodian of a custodial account including rollovers from another
21 custodial account, the reduction shall only apply to funds added to the
22 custodial account after January 1, 2014.

23 (c) For taxable years beginning or deemed to begin on or after
24 January 1, 2021, under the Internal Revenue Code of 1986, as amended,
25 federal adjusted gross income shall be reduced, to the extent included in
26 the adjusted gross income of an individual, by the amount of any
27 contribution made by the individual's employer into an account under the
28 Nebraska educational savings plan trust owned by the individual, not to
29 exceed five thousand dollars per married filing separate return or ten
30 thousand dollars for any other return.

31 (d) Federal adjusted gross income or, for corporations and

1 fiduciaries, federal taxable income shall be increased by:

2 (i) The amount resulting from the cancellation of a participation
3 agreement refunded to the taxpayer as a participant in the Nebraska
4 educational savings plan trust to the extent previously deducted under
5 subdivision (8)(b) of this section; and

6 (ii) The amount of any withdrawals by the owner of an account
7 established under the achieving a better life experience program as
8 provided in sections 77-1401 to 77-1409 for nonqualified expenses to the
9 extent previously deducted under subdivision (8)(b) of this section.

10 (9)(a) For income tax returns filed after September 10, 2001, for
11 taxable years beginning or deemed to begin before January 1, 2006, under
12 the Internal Revenue Code of 1986, as amended, federal adjusted gross
13 income or, for corporations and fiduciaries, federal taxable income shall
14 be increased by eighty-five percent of any amount of any federal bonus
15 depreciation received under the federal Job Creation and Worker
16 Assistance Act of 2002 or the federal Jobs and Growth Tax Act of 2003,
17 under section 168(k) or section 1400L of the Internal Revenue Code of
18 1986, as amended, for assets placed in service after September 10, 2001,
19 and before December 31, 2005.

20 (b) For a partnership, limited liability company, cooperative,
21 including any cooperative exempt from income taxes under section 521 of
22 the Internal Revenue Code of 1986, as amended, limited cooperative
23 association, subchapter S corporation, or joint venture, the increase
24 shall be distributed to the partners, members, shareholders, patrons, or
25 beneficiaries in the same manner as income is distributed for use against
26 their income tax liabilities.

27 (c) For a corporation with a unitary business having activity both
28 inside and outside the state, the increase shall be apportioned to
29 Nebraska in the same manner as income is apportioned to the state by
30 section 77-2734.05.

31 (d) The amount of bonus depreciation added to federal adjusted gross

1 income or, for corporations and fiduciaries, federal taxable income by
2 this subsection shall be subtracted in a later taxable year. Twenty
3 percent of the total amount of bonus depreciation added back by this
4 subsection for tax years beginning or deemed to begin before January 1,
5 2003, under the Internal Revenue Code of 1986, as amended, may be
6 subtracted in the first taxable year beginning or deemed to begin on or
7 after January 1, 2005, under the Internal Revenue Code of 1986, as
8 amended, and twenty percent in each of the next four following taxable
9 years. Twenty percent of the total amount of bonus depreciation added
10 back by this subsection for tax years beginning or deemed to begin on or
11 after January 1, 2003, may be subtracted in the first taxable year
12 beginning or deemed to begin on or after January 1, 2006, under the
13 Internal Revenue Code of 1986, as amended, and twenty percent in each of
14 the next four following taxable years.

15 (10) For taxable years beginning or deemed to begin on or after
16 January 1, 2003, and before January 1, 2006, under the Internal Revenue
17 Code of 1986, as amended, federal adjusted gross income or, for
18 corporations and fiduciaries, federal taxable income shall be increased
19 by the amount of any capital investment that is expensed under section
20 179 of the Internal Revenue Code of 1986, as amended, that is in excess
21 of twenty-five thousand dollars that is allowed under the federal Jobs
22 and Growth Tax Act of 2003. Twenty percent of the total amount of
23 expensing added back by this subsection for tax years beginning or deemed
24 to begin on or after January 1, 2003, may be subtracted in the first
25 taxable year beginning or deemed to begin on or after January 1, 2006,
26 under the Internal Revenue Code of 1986, as amended, and twenty percent
27 in each of the next four following tax years.

28 (11)(a) For taxable years beginning or deemed to begin before
29 January 1, 2018, under the Internal Revenue Code of 1986, as amended,
30 federal adjusted gross income shall be reduced by contributions, up to
31 two thousand dollars per married filing jointly return or one thousand

1 dollars for any other return, and any investment earnings made as a
2 participant in the Nebraska long-term care savings plan under the Long-
3 Term Care Savings Plan Act, to the extent not deducted for federal income
4 tax purposes.

5 (b) For taxable years beginning or deemed to begin before January 1,
6 2018, under the Internal Revenue Code of 1986, as amended, federal
7 adjusted gross income shall be increased by the withdrawals made as a
8 participant in the Nebraska long-term care savings plan under the act by
9 a person who is not a qualified individual or for any reason other than
10 transfer of funds to a spouse, long-term care expenses, long-term care
11 insurance premiums, or death of the participant, including withdrawals
12 made by reason of cancellation of the participation agreement, to the
13 extent previously deducted as a contribution or as investment earnings.

14 (12) There shall be added to federal adjusted gross income for
15 individuals, estates, and trusts any amount taken as a credit for
16 franchise tax paid by a financial institution under sections 77-3801 to
17 77-3807 as allowed by subsection (5) of section 77-2715.07.

18 (13)(a) For taxable years beginning or deemed to begin on or after
19 January 1, 2015, under the Internal Revenue Code of 1986, as amended,
20 federal adjusted gross income shall be reduced by the amount received as
21 benefits under the federal Social Security Act which are included in the
22 federal adjusted gross income if:

23 (i) For taxpayers filing a married filing joint return, federal
24 adjusted gross income is fifty-eight thousand dollars or less; or

25 (ii) For taxpayers filing any other return, federal adjusted gross
26 income is forty-three thousand dollars or less.

27 (b) For taxable years beginning or deemed to begin on or after
28 January 1, 2020, under the Internal Revenue Code of 1986, as amended, the
29 Tax Commissioner shall adjust the dollar amounts provided in subdivisions
30 (13)(a)(i) and (ii) of this section by the same percentage used to adjust
31 individual income tax brackets under ~~subsection (3)~~ of section

1 77-2715.03.

2 (c) For taxable years beginning or deemed to begin on or after
3 January 1, 2021, under the Internal Revenue Code of 1986, as amended, a
4 taxpayer may claim the reduction to federal adjusted gross income allowed
5 under this subsection or the reduction to federal adjusted gross income
6 allowed under subsection (14) of this section, whichever provides the
7 greater reduction.

8 (14)(a) For taxable years beginning or deemed to begin on or after
9 January 1, 2021, under the Internal Revenue Code of 1986, as amended,
10 federal adjusted gross income shall be reduced by a percentage of the
11 social security benefits that are received and included in federal
12 adjusted gross income. The pertinent percentage shall be:

13 (i) Five percent for taxable years beginning or deemed to begin on
14 or after January 1, 2021, and before January 1, 2022, under the Internal
15 Revenue Code of 1986, as amended;

16 (ii) Twenty percent for taxable years beginning or deemed to begin
17 on or after January 1, 2022, and before January 1, 2023, under the
18 Internal Revenue Code of 1986, as amended;

19 (iii) Thirty percent for taxable years beginning or deemed to begin
20 on or after January 1, 2023, and before January 1, 2024, under the
21 Internal Revenue Code of 1986, as amended;

22 (iv) Forty percent for taxable years beginning or deemed to begin on
23 or after January 1, 2024, and before January 1, 2025, under the Internal
24 Revenue Code of 1986, as amended; and

25 (v) Fifty percent for taxable years beginning or deemed to begin on
26 or after January 1, 2025, under the Internal Revenue Code of 1986, as
27 amended.

28 (b) It is the intent of the Legislature to enact legislation within
29 five years after August 28, 2021, to increase the percentage of social
30 security benefits that are excluded under this subsection to (i) sixty
31 percent for taxable years beginning or deemed to begin on or after

1 January 1, 2026, and before January 1, 2027, under the Internal Revenue
2 Code of 1986, as amended, (ii) seventy percent for taxable years
3 beginning or deemed to begin on or after January 1, 2027, and before
4 January 1, 2028, under the Internal Revenue Code of 1986, as amended,
5 (iii) eighty percent for taxable years beginning or deemed to begin on or
6 after January 1, 2028, and before January 1, 2029, under the Internal
7 Revenue Code of 1986, as amended, (iv) ninety percent for taxable years
8 beginning or deemed to begin on or after January 1, 2029, and before
9 January 1, 2030, under the Internal Revenue Code of 1986, as amended, and
10 (v) one hundred percent for taxable years beginning or deemed to begin on
11 or after January 1, 2030, under the Internal Revenue Code of 1986, as
12 amended.

13 (c) For purposes of this subsection, social security benefits means
14 benefits received under the federal Social Security Act.

15 (d) For taxable years beginning or deemed to begin on or after
16 January 1, 2021, under the Internal Revenue Code of 1986, as amended, a
17 taxpayer may claim the reduction to federal adjusted gross income allowed
18 under this subsection or the reduction to federal adjusted gross income
19 allowed under subsection (13) of this section, whichever provides the
20 greater reduction.

21 (15)(a) For taxable years beginning or deemed to begin on or after
22 January 1, 2015, and before January 1, 2022, under the Internal Revenue
23 Code of 1986, as amended, an individual may make a one-time election
24 within two calendar years after the date of his or her retirement from
25 the military to exclude income received as a military retirement benefit
26 by the individual to the extent included in federal adjusted gross income
27 and as provided in this subdivision. The individual may elect to exclude
28 forty percent of his or her military retirement benefit income for seven
29 consecutive taxable years beginning with the year in which the election
30 is made or may elect to exclude fifteen percent of his or her military
31 retirement benefit income for all taxable years beginning with the year

1 in which he or she turns sixty-seven years of age.

2 (b) For taxable years beginning or deemed to begin on or after
3 January 1, 2022, under the Internal Revenue Code of 1986, as amended, an
4 individual may exclude one hundred percent of the military retirement
5 benefit income received by such individual to the extent included in
6 federal adjusted gross income.

7 (c) For purposes of this subsection, military retirement benefit
8 means retirement benefits that are periodic payments attributable to
9 service in the uniformed services of the United States for personal
10 services performed by an individual prior to his or her retirement. The
11 term includes retirement benefits described in this subdivision that are
12 reported to the individual on either:

13 (i) An Internal Revenue Service Form 1099-R received from the United
14 States Department of Defense; or

15 (ii) An Internal Revenue Service Form 1099-R received from the
16 United States Office of Personnel Management.

17 (16) For taxable years beginning or deemed to begin on or after
18 January 1, 2021, under the Internal Revenue Code of 1986, as amended,
19 federal adjusted gross income shall be reduced by the amount received as
20 a Segal AmeriCorps Education Award, to the extent such amount is included
21 in federal adjusted gross income.

22 (17) For taxable years beginning or deemed to begin on or after
23 January 1, 2022, under the Internal Revenue Code of 1986, as amended,
24 federal adjusted gross income shall be reduced by the amount received by
25 or on behalf of a firefighter for cancer benefits under the Firefighter
26 Cancer Benefits Act to the extent included in federal adjusted gross
27 income.

28 Sec. 3. Original section 77-2715.03, Reissue Revised Statutes of
29 Nebraska, and section 77-2716, Revised Statutes Supplement, 2021, are
30 repealed.