

# Individual Income Tax E-file/Electronic Payment

## Overview

The information contained in this guide is located throughout the Nebraska Department of Revenue's (Department) website in more detail. Links to the information are centralized here for ease of reference.

## Electronic Filing (E-file)

Taxpayers and tax preparers have several options, detailed below, for e-filing Nebraska individual income tax returns.

## Electronic Payments

If you have a balance due for the current tax year, or for a prior tax year, electronic payment options offer a variety of secure options to pay your individual income tax balance due.

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*This information guide is intended to provide an overview. Nothing in this guide supersedes, alters, or otherwise changes any provisions of the Nebraska tax code, regulations, Nebraska Department of Revenue (Department) rulings, or court decisions.*



*This information guide may change with updated information or added examples. The Department recommends you do not print this guide. Instead, sign up for the subscription service at [revenue.nebraska.gov](http://revenue.nebraska.gov) to get updates on your topics of interest.*

## Terms

**Domicile.** Domicile is the place an individual has his or her permanent place of abode and home. Even if the individual is absent at times, domicile is the place to which the individual intends to return. Actual residence is not necessarily domicile. An individual establishes domicile in Nebraska on the date he or she arrives in the state for other than temporary or transitory purposes. Once domicile is established, it remains the individual's domicile until it is abandoned. Domicile in Nebraska is abandoned when an individual leaves the state with no intention of returning to the state and establishes a domicile in another state while present in the other state for other than temporary or transitory purposes.

**E-file.** E-file is the electronic filing of a tax return. Tax data is submitted to a taxing authority or an agent of a taxing authority in a computer file format.

**Electronic Funds Withdrawal (EFW).** An EFW is an electronic payment option chosen at the time your return is e-filed by including bank information with a specified debit date and amount.

**E-pay.** E-pay is when the taxpayer schedules a bank account debit through a link on the Department's website.

**Nonresident.** A nonresident is a person who is domiciled for the entire year in a state other than Nebraska, and who does not reside in Nebraska for more than six months during the tax year.

**Partial-Year Resident.** A partial-year resident is an individual who is a resident for part of the year, but less than the entire year. To be a partial-year resident, a taxpayer must change domicile during the year, either moving into or out of Nebraska.

**Resident.** A resident is an individual whose domicile is Nebraska, or an individual who is physically present in this state and maintains a permanent place of abode within this state for an aggregate of more than six months. Nebraska residence will be determined by Nebraska law. If an individual maintains a permanent place of abode in Nebraska and is present in Nebraska for at least 183 days during the tax year, that individual is a Nebraska resident even if living in another state. For this purpose, Nebraska considers any part of a day spent in Nebraska as a full day spent in the state.

## The Benefits of E-filing or Electronically Paying

### E-file

E-filing your individual income tax return is easy, reliable, secure, and saves tax dollars and time. You may receive your refund faster if you choose to e-file. You may e-file using approved software or a tax professional's services.

#### E-file Options

**Federal/State Combined Filing.** This is a fee-based convenient way to file both your federal and state income tax returns in one transmission to the IRS. The federal and state returns are first sent to the IRS. The IRS will send a federal acknowledgment indicating if the federal return is accepted. When the federal return is accepted by the IRS, the Nebraska return is forwarded to the Department. The Department will send a separate state acknowledgment indicating if the Nebraska return is accepted for processing.

**NebFile for Individuals.** NebFile allows most Nebraska residents to e-file their Nebraska individual income tax returns for FREE. NebFile is for state returns only and there are no limitations on income. However, if you claim certain credits or have income from a state other than Nebraska, you cannot use NebFile. You must complete your federal return before beginning NebFile.

“**Free File**” allows free e-file for your federal return. If you use Free File, you may be charged a fee to file your state return. Taxpayers who qualify, can avoid this fee by using the [NebFile](#) program to file your Nebraska return for FREE after using Free File to file your federal return.

### Electronic Payments

Individual taxpayers may use an electronic payment option to make a current or prior-year final payment after filing a Form 1040N. An electronic payment option may also be used to make individual estimated payments. A current-year final payment or an individual estimated income tax payment may be scheduled using the Department's website at any time.

Individual taxpayers or tax preparers may schedule a current-year final payment using Federal/State combined filing software or NebFile.

#### EFW

With this payment option, you provide your payment information within your electronically-filed return. Your payment will automatically be withdrawn from your bank account.

#### **Nebraska e-pay**

Nebraska e-pay is the Department's web-based electronic payment system. You enter your payment and bank account information, and choose a date (up to a year in advance) to have your account debited. You will receive an email confirmation for each payment scheduled.

#### **Credit Card**

Secure credit card payments can be initiated through Official Payments at [officialpayments.com](http://officialpayments.com); via phone at 800-272-9829; or by downloading the OPAY app from your smart phone's app store. Eligible credit cards include American Express, Discover, MasterCard, and VISA. A convenience fee (2.49% of the tax payment, \$1 minimum) is charged to the card you use. This fee is paid to the credit card vendor, not the state, and will appear on your credit card statement separately from the tax payment. At the end of your transaction, you will be given a confirmation number. Keep this number for your records. [If you are making your credit card payment by phone, you will need to provide the Nebraska Jurisdiction Code, which is 3700.]

## **Payment Plan**

If you are unable to pay the full amount of tax due, you should file your Nebraska income tax return and pay as much as you can by the filing date. You have three options if you cannot pay all your tax when you file your tax return. See our website for additional information on these payment plan options. Interest will accrue on any unpaid balance until it is fully paid.

## **Information for Tax Preparers**

Mandate: [Neb. Rev. Stat. § 77-1784](#) requires that any person or business paid to prepare and file more than 25 Nebraska individual income tax returns in the prior year must e-file all individual income tax returns they prepare in the current year. Penalties may apply to tax professionals who are required to file returns electronically and fail to do so. A hardship waiver from this mandate requirement may be available in limited circumstances. Additionally, taxpayers who do not want their return filed electronically may opt out of this requirement. The Department's website offers additional information:

- ❖ [Individual Income Tax E-file Requirement for Tax Preparers](#);
- ❖ [Mandate Frequently Asked Questions](#);
- ❖ [Nebraska Handbook for Electronic Filers of Individual Income Tax Returns, Publication 1345N-MeF](#);
- ❖ [Neb. Rev. Stat. § 77-1784](#); and
- ❖ [Nebraska E-file Opt-Out Record for Individuals](#).

## **Information for Software Developers**

[Specifications and other information for software developers](#) are available on the Department's website.

## **Associated Forms/Publications**

To submit a check or money order after e-filing, use [Nebraska Individual Income Tax Payment Voucher, Form 1040N-V](#).

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800-742-7474 (NE and IA) or 402-471-5729

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