Nebraska Department of **REVENUE**

Nebraska Net Operating Loss Worksheet

to Compute Loss Incurred During Tax Years 1988 and After

Taxable year of Net Operating Loss beginning _____, _____ and ending _____, _____

FORM NOL Worksheet

Names on Form 1040N	Your Social Security Number	Spouse's Social Security Number

Enter your federal net operating loss for this year. **If you do not have a federal net operating loss, STOP here and see the instructions** ..... < >

1	Federal adjusted gross income (AGI) (line 5, Form 1040N) **Do not complete this worksheet if you do not have a federal net operating loss for this year**			1	00
2	Adjustments increasing federal AGI (see instructions)	2	00		
3	Adjustments decreasing federal AGI (see instructions)	3	00		
4	Federal AGI after Nebraska adjustments (line 1 plus line 2, minus line 3)			4	00
5 a	Nebraska exemption deduction (line 6, Form 1040N) (1988-1992 only)	5a	00		
b	Nebraska standard deduction **or** Nebraska itemized deductions	5b	00		
	Total Nebraska deductions (total of lines 5a and 5b)			5	00
6	AGI after Nebraska adjustments minus total Nebraska deductions (line 4 minus line 5). (**Note:** If line 6 is zero or greater, do not complete the rest of this worksheet. You do not have a Nebraska net operating loss)			6	00
	Adjustments				
7	Nebraska exemption deduction from line 5a above (1988-1992 only)			7	00
8	Nonbusiness capital losses before limitation (see Schedule A, Federal Form 1045). Enter the loss amount as a positive number	8	00		
9	Nonbusiness capital gains (see Schedule A, Federal Form 1045)	9	00		
10	If the amount on line 8 is more than the amount on line 9, enter the difference; otherwise, enter -0-	10	00		
11	If the amount on line 9 is more than the amount on line 8, enter the difference; otherwise, enter -0-	11	00		
12	Nonbusiness deductions or Nebraska standard deduction (see instructions)	12	00		
13	Nonbusiness income excluding capital gains (see Schedule A, Federal Form 1045)	13	00		
14	Total of lines 11 and 13	14	00		
15	If the amount on line 12 is more than the amount on line 14, enter the difference; otherwise, enter -0-			15	00
16	If the amount on line 14 is more than the amount on line 12, enter the difference; otherwise, enter -0-. Do not enter an amount more than line 11	16	00		
17	Business capital losses before limitation (without regard to any IRC § 1202 exclusion) (see Schedule A, Federal Form 1045). Enter the loss as a positive number	17	00		
18	Business capital gains (see Schedule A, Federal Form 1045)	18	00		
19	Total of lines 16 and 18	19	00		
20	If the amount on line 17 is more than the amount on line 19, enter the difference; otherwise, enter -0-	20	00		
	• See special instructions for tax years 1988 through 1996.				
21	Total capital gains (add lines 10 and 20)	21	00		
22	Enter the loss, if any, from line 16 of Schedule D, Federal Form 1040. (Estates and trusts, enter the loss, if any, from line 19, column (3), of Schedule D, Federal Form 1041). Enter the loss as a positive number. If you do not have a loss on that line (and do not have an IRC § 1202 exclusion), skip lines 22 through 26 and enter the amount from line 21 on line 27	22	00		
23	IRC § 1202 exclusion. Enter the exclusion amount as a positive number	23	00		
24	Subtract line 23 from line 22. If the result is zero or less, enter -0-	24	00		
25	Enter the loss from line 21 of Sch. D, Form 1040. (Estates and trusts, enter the loss from line 20 of Schedule D, Form 1041). Enter the loss amount as a positive number	25	00		
26	Subtract line 25 from line 24. If the result is zero or less, enter -0-	26	00		
27	Subtract line 26 from line 21. If the result is zero or less, enter -0-			27	00
28	Domestic production activities deduction (line 35, Federal Form 1040)			28	00
29	Net operating loss deduction for losses from other years. Enter the total amount as a positive number			29	00
30	Add lines 7, 15, and 27 through 29			30	00
31	Nebraska net operating loss (combine lines 6 and 30). Note: If the combined amount is zero or greater, you do not have a Nebraska net operating loss			31	00

Attach this page to your original Form 1040N or to Amended Nebraska Individual Income Tax Return, Form 1040XN.

Nonresidents and partial-year residents—Also complete and attach Schedule I.

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Supersedes 8-451-1988 Rev. 12-2015

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Nebraska Department of REVENUE

Nebraska Schedule I—
Nebraska NOL Computation for Nonresidents or Partial-Year Residents

FORM **NOL** Worksheet

32 Income derived from Nebraska sources, including Nebraska income from wages, interest, and dividends, business, farming, partnerships, limited liability companies, S corporations, estates and trusts, gain or loss, rents and royalties, any bonus depreciation add-back and enhanced IRC § 179 add-back for tax years before 2006, and any other Nebraska source income	**32**		00
33 Adjustments as applied to Nebraska income, if any	**33**		00
34 Nebraska income after adjustments (line 32 plus or minus line 33)	**34**		00
35 Enter the amount from line 31	**35**		00
36 Enter the amount from line 34 or line 35, whichever is smaller. This is your Nebraska net operating loss. Note: If line 36 is zero or greater, you do not have a Nebraska net operating loss	**36**		00

Instructions

Use this worksheet to compute your Nebraska net operating loss (NOL) for tax years 1988 and later that are available for carryback or carryforward. If you do not have a federal net operating loss, you do not have a Nebraska net operating loss under Nebraska law and should not complete this form. See Neb. Rev. Stat. § 77-2716(2). This worksheet **must** be attached to the Amended Nebraska Individual Income Tax Return, Form 1040XN, on which an individual claims a carryback of a NOL incurred during tax years 1988 and later.

It must also be attached to the Nebraska Individual Income Tax Return, Form 1040N, on which a deduction is claimed for a carryforward of a net operating loss. For tax years 1991 through 1996, special instructions are provided below for lines 22 and 25.

For more information, see IRS Regulation 1.172-3, IRS Publication 536, Net Operating Losses, and the Nebraska Individual Net Operating Losses Information Guide.

Line Instructions

Lines 2 and 3. Entries made on lines 2 or 3 that increase or decrease federal adjusted gross income (AGI) may require adjustments on other lines. The adjustments are limited to those reported on your original return.

> **Example.** If an entry is made on line 3 to decrease federal AGI by the amount of interest received on U.S. government obligations, line 13 must also be reduced by the same amount.

Line 5a. Enter the Nebraska exemption deduction for tax years 1988 through 1992. Beginning in 1993, this deduction was replaced with a credit amount. For tax year 1993 and subsequent years, enter -0- on line 5a.

Line 5b. If you claimed the Nebraska standard deduction, enter the Nebraska standard deduction amount from Form 1040N. If you claimed Nebraska itemized deductions, enter the Nebraska itemized deductions from Form 1040N.

Line 12. If you itemized deductions on your federal return, enter the nonbusiness deductions (from Schedule A, Federal Form 1045), minus state and local income taxes claimed as a deduction. If the result is less than the amount of the Nebraska standard deduction to which you would have been entitled, enter the Nebraska standard deduction for your federal filing status.

If you did not itemize deductions on your federal return, enter the Nebraska standard deduction from Form 1040N.

Line 29. Enter the total amount of prior year losses as a positive amount.

Line Instructions for Tax Year 1991

Line 22. Enter the loss, if any, from line 17 of Schedule D, Federal Form 1040. Estates and trusts, enter the loss, if any, from line 17, column (c), of Schedule D, Federal Form 1041. Enter the loss amount as a positive number. If you do not have a loss on that line, skip lines 22 through 26 and enter the amount from line 21 on line 27.

Line 25. Enter the loss from line 18 of Schedule D, Form 1040. Estates and trusts, enter the loss from line 18 of Schedule D, Form 1041. Enter the loss amount as a positive number.

Line Instructions for Tax Year 1992

Line 22. Enter the loss, if any, from line 19 of Schedule D, Federal Form 1040. Estates and trusts, enter the loss, if any, from line 17, column (c), of Schedule D, Federal Form 1041. Enter the loss amount as a positive number. If you do not have a loss on that line, skip lines 22 through 26 and enter the amount from line 21 on line 27.

Line 25. Enter the loss from line 20 of Schedule D, Federal Form 1040. Estates and trusts, enter the loss from line 18 of Schedule D, Federal Form 1041. Enter the loss amount as a positive number.

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Line Instructions for Tax Years 1993 through 1996

Line 22. Enter the loss, if any, from line 18 of Schedule D, Federal Form 1040. Estates and trusts, enter the loss, if any, from line 17, column (c), of Schedule D, Federal Form 1041. Enter the loss amount as a positive number. If you do not have a loss on that line, skip lines 22 through 26 and enter the amount from line 21 on line 27.

Line 25. Enter the loss from line 19 of Schedule D, Federal Form 1040. Estates and trusts, enter the loss from line 18 of Schedule D, Federal Form 1041. Enter the loss amount as a positive number.

Schedule I Instructions

Nonresident individuals or partial-year resident individuals are allowed to claim an NOL that does not exceed the portion of the NOL computed on this worksheet.The NOL must be derived from or connected with Nebraska sources.

Line 32. Enter income derived from Nebraska sources from Schedule III, Form 1040N, for the loss year. Include Nebraska income from wages, interest and dividends, business, farming, partnerships, limited liability companies, S corporations, estates and trusts, gain or loss, rents and royalties, and any bonus depreciation and enhanced IRC § 179 addback for tax years before 2006.

Line 33. Enter adjustments as applied to Nebraska income from Schedule III, Form 1040N.

Line 36. Enter this amount on the appropriate lines of the Nebraska Schedule III – Computation of Nebraska Tax.

If you are using	Enter the amount on
Form 1040XN-3	Line 56, Column B, Nebraska Schedule III
Form 1040XN-4	Line 50, Column B, Nebraska Schedule III
Form 1040XN-5	Line 53, Column B, Nebraska Schedule III
Form 1040XN 2001	Line 57, Column B, Nebraska Schedule III
Form 1040XN 2002	Line 59, Column B, Nebraska Schedule III
Forms 1040XN 2003 and 2004	Line 58, Column B, Nebraska Schedule III
Form 1040XN 2005	Line 59, Column B, Nebraska Schedule III
Forms 1040XN 2006, 2007, and 2008	Line 62, Column B, Nebraska Schedule III
Form 1040XN 2009	Line 63, Column B, Nebraska Schedule III
Form 1040XN 2010	Line 63, Nebraska Schedule III
Form 1040XN 2011	Line 62, Nebraska Schedule III
Form 1040XN 2012	Line 62, Nebraska Schedule III
Form 1040XN 2013	Line 62, Nebraska Schedule III
Form 1040XN 2014	Line 62, Nebraska Schedule III
Form 1040XN 2015	Line 1, Nebraska Schedule III
Form 1040XN 2016	Line 1, Nebraska Schedule III

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