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Nebraska Department of REVENUE

Nebraska Net Operating Loss Worksheet

to Compute Loss Incurred During Tax Years 1988 and After

• Attach Federal Form 1040X or 1045 and Schedule A (Form 1045).

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

FORM **NOL** Worksheet

Name(s) as Shown on Form 1040N	Your Social Security Number	Spouse's Social Security Number

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

ATTACH THIS WORKSHEET TO YOUR AMENDED NEBRASKA INDIVIDUAL INCOME TAX RETURN.

NONRESIDENTS AND PARTIAL-YEAR RESIDENTS—COMPLETE SCHEDULE I ON THE REVERSE SIDE.

8-451-1988 Rev. 2-2011 Supersedes 8-451-1988 Rev. 2-2010

Nebraska Department of REVENUE

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

FORM **NOL** Worksheet

31	Income derived from Nebraska sources. 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, any bonus depreciation add-back and enhanced IRC § 179 add-back for tax years before 2006, and any other Nebraska source income	**31**	
32	Adjustments as applied to Nebraska income, if any	**32**	
33	Nebraska income after adjustments (line 31 plus or minus line 32)	**33**	
34	Enter the amount from line 30 on reverse side	**34**	
35	Enter the smaller loss of line 33 or 34. This is your Nebraska net operating loss. Note: If line 35 is zero or greater, you do not have a Nebraska net operating loss	**35**	

INSTRUCTIONS

Use this worksheet to compute your Nebraska net operating loss for tax years 1988 and after that is available for carryback or carryover. This worksheet **must** be attached to the Amended Nebraska Individual Income Tax Return on which an individual claims a carryback of a net operating loss incurred during tax years 1988 and after. It must also be attached to the Nebraska income tax return on which a deduction is claimed for a carryforward of a net operating loss.

To compute a loss incurred during tax year 1987, the 1987 Nebraska Net Operating Loss Worksheet, Form NOL, must be used.

For tax years 1988 and 1989, special instructions are provided for lines 21 through 27.

For tax years 1991 through 1996, special instructions are provided 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.

> **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 zero 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 allowed Nebraska itemized deductions amount 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 INSTRUCTIONS FOR TAX YEARS 1988 AND 1989

LINE 21. Enter the total of lines 10 and 20, but do not enter more than your capital loss limitation.

LINES 22-26. Skip these lines; go to line 27.

LINE 27. Enter the amount from line 21 on line 27.

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 on line 27 the amount from line 21.

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.

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 a net operating loss that does not exceed the portion of the net operating loss computed on this worksheet.The loss must be derived from or connected with Nebraska sources.

LINE 31. 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 Section 179 add-back for tax years before 2006.

LINE 32. Enter adjustments as applied to Nebraska income from Schedule III, Form 1040N.

LINE 35. Enter this amount on the appropriate lines of the Nebraska Schedule III – Computation of Nebraska Tax.

If you are using	Enter the amount from
Form 1040XN-2	Line 53, Column B, Nebraska Schedule III
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
Form 1040XN 2003 & 2004	Line 58, Column B, Nebraska Schedule III
Form 1040XN 2005	Line 59, Column B, Nebraska Schedule III
Form 1040XN's 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