

Interest from Federally Taxable Build America Bonds Issued by Nebraska Governmental Units

(Schedule I, line 25, page 16)

(Use your back button to return to the Form 1040N instruction booklet.)

The America Recovery and Revitalization Act of 2009 established a category of federally taxable bonds that are exempt from state income tax under Nebraska law. Income from these bonds may be deducted on line 25, Nebraska Schedule I.

Example. Interest from NPPD taxable General Revenue Bonds issued June, 2009, 2010 Series A may be deducted. Recovery Zone Economic Development Bonds and Qualified School Construction Bonds that are federally classified as Build America Bonds may also be deducted if issued by a Nebraska governmental unit.