

Nebraska Schedule K-1N —
Shareholder's Share of Income, Deductions, Modifications, and Credits

Corporation's Name and Mailing Address			Shareholder's Name and Mailing Address		
Name Doing Business As (dba)			Name		
Legal Name					
Street or Other Mailing Address			Street or Other Mailing Address		
City	State	ZIP Code	City	State	ZIP Code
Nebraska ID Number	Federal ID Number		Social Security Number/Federal ID Number		Spouse's Social Security Number
Taxable Year of Organization			Check One:		
Beginning _____, 20____ and Ending _____, 20____			<input type="checkbox"/> Resident Individual <input type="checkbox"/> Nonresident Individual <input type="checkbox"/> Estate or Trust		
S Corporation's Nebraska Apportionment Factor			Shareholder's Ownership Percentage		If applicable, check the appropriate box:
			%		<input type="checkbox"/> Final <input type="checkbox"/> Amended

Part A - Shareholder's Share of Income and Deductions

1	Ordinary business income (loss)	1	
2	Net rental real estate income (loss)	2	
3	Other net rental income (loss)	3	
4	Interest income	4	
5	Ordinary dividends	5	
6	Royalties	6	
7	Net short-term capital gain (loss)	7	
8	Net long-term capital gain (loss)	8	
9	Net Section 1231 gain (loss)	9	
10	Other income (loss) (list below or attach schedule)		
	a List type: _____ b Amount: \$ _____		
	Total other income (loss). Enter total of lines 10b.	10	
11	Contributions	11	
12	Section 179 deduction	12	
13	Other deductions (list below or attach schedule)		
	a List type: _____ b Amount: \$ _____		
	Total other deductions. Enter total of lines 13b.	13	
14	Nebraska and local income, sales, and use taxes deducted on Federal Form 1120-S under section 164 of the IRC	14	

Part B - Shareholder's Share of Modifications

15	Qualified U.S. government interest deduction	15	
16	State and local government interest and dividend income	16	
17	Income (loss) from non-Nebraska sources	17	

Part C - Shareholder's Share of Credits

18	Community Development Assistance Act credit	18													
19	Creating High Impact Economic Futures (CHIEF) credit	19													
20	Form 3800N credits (see Form 1120-SN Schedule K-1N instructions)														
<table border="1"><thead><tr><th>Enter Code for the 3800N credit</th><th>Amount of 3800N credit</th></tr></thead><tbody><tr><td></td><td>\$</td></tr><tr><td></td><td>\$</td></tr><tr><td></td><td>\$</td></tr><tr><td></td><td>\$</td></tr><tr><td>Total of 3800N credits (Enter here and on line 20)</td><td>\$</td></tr></tbody></table>		Enter Code for the 3800N credit	Amount of 3800N credit		\$		\$		\$		\$	Total of 3800N credits (Enter here and on line 20)	\$	20	
Enter Code for the 3800N credit	Amount of 3800N credit														
	\$														
	\$														
	\$														
	\$														
Total of 3800N credits (Enter here and on line 20)	\$														
21	Contractor withholding (see instructions)	21													
22	Nebraska income tax withheld (see instructions)	22													
23	Total PTET credit (see instructions)														
	a 2018 \$ _____ b 2019 \$ _____ c 2020 \$ _____														
	d 2021 \$ _____ e 2022 \$ _____ f 2024 \$ _____	23													
24	Opportunity Scholarships Act credit for contributors	24													
25	School Readiness Tax Credit for Providers	25													

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Instructions

Purpose. The Nebraska Schedule K-1N is used by the S corporation to report each shareholder's share of the entity's Nebraska income, deductions, modifications, and credits. The Nebraska Schedule K-1N is also used by each shareholder to complete their Nebraska tax return.

The S corporation must provide a Nebraska Schedule K-1N to each shareholder. A copy of every Nebraska Schedule K-1N must be submitted with the Form 1120-SN.

Enter the shareholder's share of the distributed [Form 3800N](#) credits. When S corporations issue Nebraska Schedules K-1N to shareholders, they must also: complete distribution schedules such as Forms 775N, 312N, 1107N, 544N, the 3800N Worksheet HBTC (listing the HBTC certificate); and report the distributed credit amount to the shareholders on line 20 of the Schedule K-1N. To distribute credits earned under the Urban Redevelopment Act, contact DOR to obtain the necessary worksheet and other documentation requirements.

Complete the S Corporation and Shareholder Information

Shareholder's Name and Mailing Address. If the shareholder is a grantor trust, enter the name and mailing address of the grantor.

If a single-member limited liability company (LLC) owns stock in the corporation and is treated as a disregarded entity for income tax purposes, enter the LLC owner's name and mailing address.

Nebraska ID Number. Enter the Nebraska ID number assigned to the S corporation by DOR. The S corporation's Nebraska ID number on the Schedule K-1N and the Form 1120-SN must be the same. Refer to the [Nebraska ID number instructions](#) for Form 1120-SN.

Federal ID Number. Enter the Federal ID numbers assigned by the IRS to both the corporation and the shareholder. If the shareholder is an individual, enter the individual's Social Security number. If a single-member limited liability company (LLC) owns stock in the corporation and is treated as a disregarded entity for income tax purposes, enter the LLC owner's Social Security number or Federal ID number.

Taxable Year of Organization. S corporations filing on a fiscal-year basis or filing a short period return must enter the date the tax year began and the date the tax year ended. Calendar-year filers may leave this blank.

S Corporation's Nebraska Apportionment Factor. Enter the S corporation's Nebraska apportionment factor from line 15 of [Schedule I, Form 1120-SN](#).

Shareholder's Ownership Percentage. Enter the shareholder's percentage of stock ownership for the tax year from the Federal Schedule K-1. Convert the decimal shown on the Schedule II to a percentage before entering on the K-1N.

Part A – Shareholder's Share of Income and Deductions

Complete Part A to report the shareholder's share of the S corporation's income (loss) and deductions from Nebraska sources.

Lines 1-13. For S corporations that are only subject to income tax in Nebraska, the amounts entered on lines 1-13 will come directly from the shareholder's Federal Schedule K-1. For S corporations that are subject to income tax in another state, the amounts entered on lines 1-13 will be the result of the Federal Schedule K-1 amounts multiplied by the S corporation's Nebraska apportionment factor.

Line 14. Enter the shareholder's share of the Nebraska and local income, sales, and use taxes deducted on the 2024 Federal Form 1120-S under section 164 of the Internal Revenue Code (IRC). This includes the Nebraska PTET deducted by the S corporation.

Part B – Shareholder's Share of Modifications

Complete Part B to report the shareholder's share of the income distributed by the S corporation that modifies the federal adjusted gross income or federal taxable income of the shareholder. For S corporations that are only subject to income tax in Nebraska, the amounts entered on lines 15 and 16 will be the same as the amounts reported to the IRS.

For S corporations that are subject to income tax in another state, the amounts entered on lines 15 and 16 will be the result of the federal amounts multiplied by the S corporation's Nebraska apportionment factor.

Line 15. Qualified U.S. Government Interest Deduction. Enter the shareholder's share of all interest and dividend income from U.S. government obligations exempt from state taxation. The [Taxability of Interest and Dividend Income From State, Local, and U.S. Government Obligations Information Guide](#) lists U.S. interest and dividend income that can be included on line 15, Nebraska Schedule K-1N. Interest income from repurchase agreements involving U.S. government obligations is not exempt U.S. government interest. Gains or losses from the sale or other disposition of federal securities are taxable for state income tax purposes and should not be included on line 15.

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Line 16. State and Local Government Interest and Dividend Income. Enter the shareholder’s share of all state and local bond interest or dividends that are exempt from federal income tax and not issued by Nebraska state and local government subdivisions.

Line 17. Income (Loss) from Non-Nebraska Sources. Income (Loss) from Non-Nebraska Sources. The shareholder’s share of the non-Nebraska income or (loss) is equal to the shareholder’s share of line 4, [Form 1120-SN](#) minus the shareholder’s share of line 5, Form 1120-SN.

Part C – Shareholder’s Share of Credits

Complete Part C to report the credits that were earned by the S corporation and distributed to the shareholders.

Line 18. Community Development Assistance Act (CDAA) Credit. Enter the shareholder’s share of the distributed CDAA credit reported on the [Nebraska Community Development Assistance Act Credit Computation, Form CDN](#), Part C.

Line 19. Creating High Impact Economic Futures (CHIEF) credit. Enter the shareholder’s share of the distributed CHIEF credit reported on the Creating High Impact Economic Futures form received from the Nebraska Department of Economic Development.

Information on this credit can be obtained by contacting:

Nebraska Department of Economic Development

245 Fallbrook Blvd, Suite 002

Lincoln, NE 68521

opportunity.nebraska.gov

Darin Lubke

402-471-3116

darin.lubke@nebraska.gov

Line 20. Form 3800N Credit. From the following codes (Codes A through L), enter the code and amount of the shareholder’s share of the distributed [Form 3800N](#) credits. When S corporations issue Nebraska Schedules K-1N to shareholders, they must also: complete distribution schedules such as Forms [775N](#), [312N](#), [1107N](#), [544N](#), [the 3800N Worksheet HBTC](#) (listing the HBTC certificate) and report the distributed credit amount to the shareholders on line 20 of the Schedule K-1N. An amount entered for the Nebraska Historic Tax Credit does not entitle the shareholder to claim the credit. Rather, the shareholder must be issued a NHTC certificate by DOR before any credit will be allowed. For additional information, see our [website](#).

- Code A Employment and Investment Growth Act
- Code B Nebraska Advantage Act
- Code C Nebraska Advantage Rural Development Act
- Code D Nebraska Advantage Research and Development Act
- Code E New Markets Tax Credit
- Code F Nebraska Historic Tax Credit
- Code G ImagiNE Nebraska Act
- Code H Urban Redevelopment Act
- Code I Renewable Chemical Production Tax Credit Act
- Code J Nebraska Higher Blend Tax Credit Act
- Code K Affordable Housing Tax Credit
- Code L Biodiesel Tax Credit

Line 21. Contractor Income Tax Withholding. A S corporation that was subjected to the mandatory 5% contractor income tax withholding and did not make the PTET election must distribute the amount withheld to its shareholders. The amount entered on line 21 is the total amount of Nebraska withholding reported on the Form 1099-MISC or Form 1099-NEC issued to the S corporation, multiplied by the shareholder’s ownership percentage. For additional information, see “Income Tax Withholding on Contractors” found on [page 4](#) of the Form 1120-SN instructions.

Line 22. Nebraska Income Tax Withheld. Enter the amount from column (G), [Schedule II, Form 1120-SN](#), that reflects the income tax remitted by the entity on behalf of the shareholder.

Line 23. Total PTET Credit. Enter the PTET credit for each tax year on lines 23a through 23f from Schedule PTET, Form 1120-SN. Enter the total 2018 through 2022 plus 2024 PTET credits on line 23.

Line 24. Opportunity Scholarships Act credit for contributors. Enter the shareholder’s share of the distributed amount of the credit.

Line 25. School Readiness Tax Credit for Providers. Enter the shareholder’s share of the distributed amount of the tax credit. The entity distributing the tax credit on the Schedule K-1N must have completed page 2 of the School Readiness Tax Credit Act - Application for Childcare and Education Provider prior to distributing the tax credit.

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