



2014

Nebraska

Individual Estimated Income Tax Payment Vouchers

Included in this Booklet:

Form 1040N-ES



Electronic payment options are available.
See instructions inside.

In 2013, LB 970 reduced the first three tax rates in the tax rate schedule and expanded the tax brackets beginning in tax year 2014. The Nebraska alternative minimum tax and the credit for prior year minimum tax are eliminated from the tax base by LB 308 beginning in 2014. These changes can be found on page 6.

If your Nebraska individual income tax, after allowance of personal exemption credits, is expected to exceed withholding and other credits by \$500 or more, then estimated income tax payments may be required.

Various indexed values for the personal exemption credit, standard deduction, and other elements of the Nebraska tax calculation are included in this year's changes. You should calculate your estimated tax for 2014 in light of these changes.

Taxpayers must ensure that adequate and timely estimated payments are made to avoid underpayment of estimated income tax penalties.

Questions?

revenue.nebraska.gov



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

Instructions

Who Must Make Estimated Payments. Every resident and nonresident must make estimated income tax payments if their Nebraska income tax, after personal exemption credits, is expected to exceed withholding and other credits by \$500 or more. **If you are an employee with income tax being withheld from your earnings, you may ask your employer to withhold an additional amount for state income taxes, rather than make these four estimated income tax payments.**

When to File. The first payment must be filed on or before April 15, 2014, and on later dates as set out below. The estimated tax may be paid in full with the first payment, or in equal installments on or before April 15, 2014, June 16, 2014, September 15, 2014, and January 15, 2015.

Fiscal Year Taxpayers. Fiscal year taxpayers must report by the 15th day of the fourth, sixth, and ninth months of the fiscal year, and the first month of the following fiscal year. If the due date falls on a Saturday, Sunday, or legal holiday, taxpayers have until the next business day to make the payment.

Make the smart choice – pay electronically using the Department’s e-pay program or by credit card. When paying electronically, vouchers are not required.

Electronic Payment Options

Electronic Funds Withdrawal (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 on the date you specify.

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; via phone at 800-2PAY-TAX; 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.]

Check or Money Order. If you are not using one of the electronic payment options described above, include a check or money order payable to the “Nebraska Department of Revenue.” Checks written to the Department may be presented for payment electronically.

Farmers and Ranchers. If at least two-thirds of your gross income for 2013 or 2014 is derived from farming, ranching, or fishing, you may pay all of your estimated tax on or before January 15, 2015. You must then pay the entire amount of the estimated tax. If you file your 2014 Nebraska Individual Income Tax Return, Form 1040N, on or before March 2, 2015, and pay the total tax due at that time, you do not need to file any estimated tax payments for 2014.

Overpayment Credit From 2013. If you had an overpayment on your 2013 Form 1040N, and elected to apply it to your 2014 estimated income tax, the amount of that overpayment may be applied in full, or in part, to any installment.

Joint Payments. Payments of estimated income tax may be made on a married, filing jointly basis for Nebraska tax purposes. Married, filing jointly payments may not be made if the spouses are separated under a decree of either divorce or separate maintenance, or if they have different taxable years. If married, filing jointly payments are made, but a married, filing jointly return is not filed for the taxable year, the estimated tax for the year may be divided between spouses. A copy of a signed agreement to divide the estimated payments should be attached to each, Form 1040N. When e-filing, a letter is not required. Simply claim the agreed upon amounts on each spouse’s return.

If estimated payments have been made under a spouse’s Social Security number (SSN), and this spouse dies during the year, please indicate “deceased” on any e-filed return when prompted. On paper returns, write “DECEASED” at the top of the Form 1040N and give the date of death next to the SSN. Verify that the surviving spouse’s name and SSN are correct on Form 1040N-ES, and indicate what SSN will be used in filing a Form 1040N-ES for the next year.

Calculating Your Payment.

List the names and SSNs in the same order on the joint voucher as you will list them on your joint return.

Complete the Estimated Income Tax Worksheet (Worksheet) to compute your 2014 estimated tax. If line 18 is less than \$500, estimated tax payments are not required, but may still be made. If 2014 federal AGI is expected to be more than \$254,200 (single), \$305,050 (married, filing jointly), \$152,525 (married, filing separately), or \$279,650 (head of household), then complete Worksheet A included in this booklet. Subtract the amount of any carryover from the 2013 Form 1040N before making your payment.

If you are not making electronic payments of estimated taxes, you can download the payment vouchers from our website, or include an information sheet with the following:

1. The primary SSN;
2. A notation identifying the payment as an estimated payment; and
3. The tax year to which the payment should be applied.

Make appropriate entries in your Record of Estimated Tax Payments.

You must enter your SSN (and your spouse's SSN, if applicable) on the payment vouchers where indicated. List the names and SSNs in the same order on the voucher as you will list them on your married, filing jointly return.

Changes in Estimated Tax. If your income increases during the year, you may be required to begin filing, or increase, estimated tax payments at the next due date. If you need to change the amount of an estimated payment and you have previously scheduled an electronic payment, be sure to cancel and reschedule your payment.

You may use the Amended Computation Schedule below to calculate your amended estimated tax if your estimated tax substantially changes, or if your income substantially increases. When making payment by paper check, show the amended estimated tax on line 1 of the next payment voucher filed. If making payments electronically, **do not** file a voucher to show the change.

Penalty For Not Paying Enough Estimated Income Tax. A penalty is imposed for underpayment of estimated tax installments. The penalty is not due if you qualify for any of the exceptions listed on the [Individual Underpayment of Estimated Tax, Form 2210N](#).

Each individual who has underpaid estimated tax must file a Form 2210N with the Form 1040N. The estimated tax is underpaid if the payments (including withholding) are not equal to at least:

1. 90% (66 2/3% for those engaged in farming, ranching, and fishing) of the tax liability for the year, after reduction by credits other than withholding or estimated payments;
2. 100% of the tax shown on the Nebraska return for the full 12-month preceding tax year, if federal AGI was \$150,000 or less; or
3. 110% (the applicable federal percentage) of the preceding year's tax reported on a Nebraska return, if 2013 federal AGI was above \$150,000. Complete the Nebraska Individual Estimated Income Tax Worksheet below. You may also owe a penalty if estimated payments are not filed in a timely manner.

The penalty does not apply if either of the following two tests is met:

- **First Test.** You had zero federal tax liability for the full 12-month preceding tax year;
You were a U.S. citizen or Nebraska resident during that year; and
Your Nebraska return for that year reported zero tax liability.

OR

- **Second Test.** The total tax shown on your current income tax return minus the amount of tax paid through state income tax withholding is less than \$500.

Nebraska Individual Estimated Income Tax Worksheet

1 Estimated federal adjusted gross income (AGI)	1	
2 Estimated federal itemized deductions (line 29, Federal Form 1040, Schedule A) ..	2	
3 State and local income taxes (line 5, Schedule A)	3	
4 Nebraska itemized deductions (line 2 minus line 3)	4	
5 Standard deduction (enter Nebraska standard deduction amount): Single \$6,200; Married, Filing Jointly \$12,400; Head of Household \$9,100; Married, Filing Separately \$6,200; or 65 or older and/or blind (see reverse side).....	5	
6 Enter the greater of line 4 or line 5	6	
7 Estimated Nebraska income before adjustments (line 1 minus line 6).....	7	
8 Estimated Nebraska adjustments increasing federal AGI (including non-Nebraska state and municipal bond interest)	8	
9 Estimated Nebraska adjustments decreasing federal AGI (including federal bond interest).....	9	
10 Estimated Nebraska taxable income (line 7 plus line 8, minus line 9)	10	
11 Estimated Nebraska income tax amount on line 10 (See 2014 Nebr. Estimated Tax Rate Schedule included in this booklet.) If AGI is above \$254,200 (single), \$305,050 (married, filing jointly), \$152,525 (married, filing separately), or \$279,650 (head of household), enter the amount from line 3 of Worksheet A.....	11	
12 Estimated Nebraska other taxes (total of taxes from Federal Forms 4972 and 5329; multiplied by .296).....	12	
13 Total estimated Nebraska tax (total of lines 11 and 12)	13	
14 Estimated Nebraska credits including: For full year residents – Credit for tax paid to another state. For residents and partial-year residents – Refundable and nonrefundable credits for child and dependent care expense, Earned income credit, Credit for the elderly or the disabled, and Angel Investment Tax Credit. For all taxpayers – Personal exemption credit, Community Development Assistance Act credit, Beginning Farmer Tax Credit, Form 3800N credit, and Financial institution tax credit	14	
15 Nebraska 2014 estimated income tax (line 13 minus line 14). If zero or less, enter -0-.....	15	
16 a Multiply line 15 by 90% (66 2/3% if engaged in farming or fishing)	16a	
b Enter the tax shown on your 2013 tax return (110% of that amount if you are not engaged in farming or fishing and the AGI shown on that return is more than \$150,000; (\$75,000 if your filing status for 2014 is married, filing separately)	16b	
c Required annual payment to avoid a penalty. Enter the smaller of line 16a or 16b	16c	
Caution: If you do not prepay (through income tax withholding and estimated tax payments) at least the amount on line 16c, you may owe a penalty for not paying enough estimated tax. To avoid a penalty, make sure your estimate on line 15 is as accurate as possible. Even if you pay the required annual payment, you may still owe tax when you file your return. You must also make timely estimated payments to avoid underpayment penalties. If you prefer, you can pay the amount shown on line 15.		
17 Income tax withheld and estimated to be withheld during 2014 (including income tax withholding on pensions, annuities, certain deferred income, etc.).....	17	
18 Subtract line 17 from line 16c. (Note: If the result is zero or less, or line 15 minus line 17 is less than \$500, stop here. You are not required to make estimated tax payments.)	18	
19 COMPUTATION OF INSTALLMENTS If the first payment you are required to make is due to be filed on: • April 15, 2014, enter ¼ of the amount on line 18 here and on line 2 of Payment Vouchers 1, 2, 3, and 4; • June 16, 2014, enter ½ of the amount on line 18 here and on line 2 of Payment Voucher 2. Also, enter ¼ of the amount on line 18 and on Vouchers 3 and 4; • September 15, 2014, enter ¾ of the amount on line 18 here and on line 2 of Payment Voucher 3. Also, enter ¼ of the amount on line 18 and on line 2 of Payment Voucher 4; • January 15, 2015, enter the amount on line 18 here and on line 2 of Payment Voucher 4.	19	

Retain a copy for your records. Do not file the amended computation schedule on the reverse side.

Additional Standard Deduction for Elderly and/or Blind

Your Nebraska standard deduction is increased by this amount if, at the end of 2014, you are:

- An unmarried individual (single or head of household), and
 - 65 or older, or blind..... \$1,550
 - 65 or older **and** blind..... 3,100
- A married individual (filing jointly or separately) or a qualifying widow(er), and
 - 65 or older, or blind..... \$1,200
 - 65 or older **and** blind..... 2,400
 - Both spouses are 65 or older..... 2,400
 - And one spouse is also blind..... 3,600
 - Both spouses are blind..... 2,400
 - And one spouse is also 65 or older..... 3,600
 - Both spouses are 65 or older, and both are blind..... 4,800

If married, filing separately, these amounts apply only if you can claim an exemption for your spouse.

Amended Computation Schedule

• Use this schedule if your estimated tax changes during the year.

1 Amended estimated tax (enter here and on line 1 of the payment voucher).....	1	
2 Amount of the 2013 overpayment previously applied as a credit to 2014 estimated tax installments	2	
3 Total amount previously paid for 2014 estimated tax installments.....	3	
4 Line 2 plus line 3.....	4	
5 Unpaid balance (line 1 minus line 4).....	5	
6 Amount to be paid (line 5 divided by number of remaining payments). Enter here and on line 2 of the payment voucher.....	6	

Worksheet A — Nebraska Estimated Tax

Use this worksheet if your estimated 2014 federal AGI is more than \$254,200 (single), \$305,050 (married, filing jointly), \$152,525 (married, filing separately), or \$279,650 (head of household).

1 Nebraska Tax Table tax on line 10 estimated taxable income – Form 1040N-ES Worksheet.....	1	
2 Additional tax calculated from the Additional Tax Rate Schedule on next page [if AGI is greater than \$254,200 (single), \$305,050 (married, filing jointly), \$152,525 (married, filing separately), or \$279,650 (head of household)].....	2	
3 Total tax (line 1 plus line 2). Enter here and on line 11, Form 1040N-ES Worksheet.....	3	

Record of Estimated Tax Payments

Payment Number	Installment Date	(A) Date Filed	(B) Amount Paid	(C) 2013 Overpayment	(D) Total Amount Paid and Credited (Column B plus Column C)
1	April				
2	June				
3	September				
4	January				
Claim this amount on your 2014 Nebraska Individual Income Tax Return, Form 1040N.				TOTAL	

Note: If you are not required to make an estimated tax payment on the first installment date, you may still have to make a payment at a later date. See instruction titled “Changes in Estimated Tax.”

2014 Nebraska Estimated Tax Rate Schedule

Use this rate schedule only for computing 2014 estimated tax.
Do not use it to compute an amount for any tax returns.

Subtract \$128 from the table calculation for each federal personal exemption allowed.

Single Taxpayer				Head of Household			
If line 10, Form 1040N-ES Worksheet is:		The Nebraska estimated tax is:		If line 10, Form 1040N-ES Worksheet is:		The Nebraska estimated tax is:	
over —	but not over			over —	but not over		
\$ 0	\$ 3,000		2.46% of the income	\$ 0	\$ 5,600		2.46% of the income
3,000	18,000	\$ 73.80	+ 3.51% of the excess over \$ 3,000	5,600	28,800	\$ 137.76	+ 3.51% of the excess over \$ 5,600
18,000	29,000	600.30	+ 5.01% of the excess over \$18,000	28,800	43,000	952.08	+ 5.01% of the excess over \$28,800
29,000	—	1,151.4	+ 6.84% of the excess over \$29,000	43,000	—	1,663.50	+ 6.84% of the excess over \$43,000
Married, Filing Jointly and Surviving Spouses				Married, Filing Separately			
If line 10, Form 1040N-ES Worksheet is:		The Nebraska estimated tax is:		If line 10, Form 1040N-ES Worksheet is:		The Nebraska estimated tax is:	
over —	but not over			over —	but not over		
\$ 0	\$ 6,000		2.46% of the income	\$ 0	\$ 3,000		2.46% of the income
6,000	36,000	\$ 147.60	+ 3.51% of the excess over \$ 6,000	3,000	18,000	\$ 73.80	+ 3.51% of the excess over \$ 3,000
36,000	58,000	1200.60	+ 5.01% of the excess over \$36,000	18,000	29,000	600.30	+ 5.01% of the excess over \$18,000
58,000	—	2302.80	+ 6.84% of the excess over \$58,000	29,000	—	1,151.40	+ 6.84% of the excess over \$29,000

2014 Nebraska Additional Tax Rate Schedule

Enter the additional tax calculated from this schedule on line 2 of Worksheet A.

Single Taxpayer			
If AGI is:		The tax to add is:	
over —	but not over		
\$254,200	\$284,200		0.438% (.00438) of AGI above \$254,200
284,200	434,200	\$ 131.40	+ 0.333% (.00333) of the excess over 284,200
434,200	544,200	630.90	+ 0.183% (.00183) of the excess over \$434,200
544,200	—	832.20	
Married, Filing Jointly and Surviving Spouses			
If AGI is:		The tax to add is:	
over —	but not over		
\$305,050	\$365,050		0.438% (.00438) of AGI above \$305,050
365,050	665,050	\$ 262.80	+ 0.333% (.00333) of the excess over \$365,050
665,050	885,050	1,261.80	+ 0.183% (.00183) of the excess over \$665,050
885,050	—	1,664.40	
Married, Filing Separately			
If AGI is:		The tax to add is:	
over —	but not over		
\$152,525	\$182,525		0.438% (.00438) of AGI above \$152,525
182,525	332,525	\$ 131.40	+ 0.333% (.00333) of the excess over \$182,525
332,525	442,525	630.90	+ 0.183% (.00183) of the excess over \$332,525
442,525	—	832.20	
Head of Household			
If AGI is:		The tax to add is:	
over —	but not over		
\$279,650	\$335,650		0.438% (.00438) of AGI above \$279,650
335,650	567,650	245.28	+ 0.333% (.00333) of the excess over \$335,650
567,650	709,650	1,017.84	+ 0.183% (.00183) of the excess over \$567,650
709,650	—	1,277.70	

Special Instructions

If your estimated Nebraska taxable income is less than \$58,000, perform the following calculation:

Subtract \$254,200 (single), \$305,050 (married, filing jointly), \$152,525 (married, filing separately), or \$279,650 (head of household) from your federal AGI; and

Multiply this difference by 10% (.10).

If your line 10 estimated taxable income is less than the 10% difference calculated, enter 6.84% (.0684) of line 10 income on line 3, Nebraska Estimated Tax Worksheet; otherwise, complete the additional tax calculation above.



Nebraska Individual Estimated Income Tax Payment Voucher

FORM 1040N-ES
2014

1 Estimated tax for the year ending _____ (line 18 of estimated tax worksheet).....	1		
2 Amount of this installment (line 19 of Estimated Tax Worksheet).....	2		
3 Amount of overpayment from last year (all or part) applied to this installment.....	3		
4 Amount of this payment (line 2 minus line 3). Enter here and in your Record of Estimated Tax Payments.....	4		
Name that will be Shown First on your Income Tax Return	Last Name		
If a Joint Return, Spouse's First Name and Initial	Last Name		
Current Mailing Address (Number and Street or PO Box)			
City	State	Zip Code	

1

 This installment is due on or before **April 15, 2014.**

Important: Social Security numbers must be entered below. First Social Security Number on your Income Tax Return
Spouse's Social Security Number

- File only if you are making a payment of estimated tax.
- Fiscal year taxpayers — see instructions.

Consider paying electronically. Otherwise, mail this voucher and your check or money order to:
Nebraska Department of Revenue, PO Box 98911, Lincoln, NE 68509-8911

8-014-2013



Nebraska Individual Estimated Income Tax Payment Voucher

FORM 1040N-ES
2014

1 Estimated tax (or amended estimated tax) (line 18 of estimated tax worksheet) for the year ending _____ Complete if an original or amended computation.....	1		
2 Amount of this installment (line 19 of Estimated Tax Worksheet, or line 6 of Amended Computation Schedule)	2		
3 Amount of overpayment from last year applied to this installment (and not applied to previous installments).....	3		
4 Amount of this payment (line 2 minus line 3). Enter here and in your Record of Estimated Tax Payments.....	4		
Name that will be Shown First on your Income Tax Return	Last Name		
If a Joint Return, Spouse's First Name and Initial	Last Name		
Current Mailing Address (Number and Street or PO Box)			
City	State	Zip Code	

2

 This installment is due on or before **June 16, 2014.**

Important: Social Security numbers must be entered below. First Social Security Number on your Income Tax Return
Spouse's Social Security Number

- File only if you are making a payment of estimated tax.
- Fiscal year taxpayers — see instructions.
- If your estimated tax needs to be amended, use the Amended Computation Schedule.

Consider paying electronically. Otherwise, mail this voucher and your check or money order to:
Nebraska Department of Revenue, PO Box 98911, Lincoln, NE 68509-8911

8-014-2013



Nebraska Individual Estimated Income Tax Payment Voucher

FORM 1040N-ES
2014

1 Estimated tax (or amended estimated tax) (line 18 of estimated tax worksheet) for the year ending _____ . Complete if an original or amended computation.....	1		
2 Amount of this installment (line 19 of Estimated Tax Worksheet, or line 6 of Amended Computation Schedule)	2		
3 Amount of overpayment from last year applied to this installment (and not applied to previous installments).....	3		
4 Amount of this payment (line 2 minus line 3). Enter here and in your Record of Estimated Tax Payments.....	4		
Name that will be Shown First on your Income Tax Return	Last Name		
If a Joint Return, Spouse's First Name and Initial	Last Name		
Current Mailing Address (Number and Street or PO Box)			
City	State	Zip Code	

3 This installment is due on or before **September 15, 2014.**

Important: Social Security numbers must be entered below.
First Social Security Number on your Income Tax Return
Spouse's Social Security Number

- File only if you are making a payment of estimated tax.
- Fiscal year taxpayers— see instructions.
- If your estimated tax needs to be amended, use the Amended Computation Schedule.

Consider paying electronically. Otherwise, mail this voucher and your check or money order to:
Nebraska Department of Revenue, PO Box 98911, Lincoln, NE 68509-8911

8-014-2013



Nebraska Individual Estimated Income Tax Payment Voucher

FORM 1040N-ES
2014

1 Estimated tax (or amended estimated tax) (line 18 of estimated tax worksheet) for the year ending _____ . Complete if an original or amended computation.....	1		
2 Amount of this installment (line 19 of Estimated Tax Worksheet, or line 6 of Amended Computation Schedule)	2		
3 Amount of overpayment from last year applied to this installment (and not applied to previous installments).....	3		
4 Amount of this payment (line 2 minus line 3). Enter here and in your Record of Estimated Tax Payments.....	4		
Name that will be Shown First on your Income Tax Return	Last Name		
If a Joint Return, Spouse's First Name and Initial	Last Name		
Current Mailing Address (Number and Street or PO Box)			
City	State	Zip Code	

4 This installment is due on or before **January 15, 2015.**

Important: Social Security numbers must be entered below.
First Social Security Number on your Income Tax Return
Spouse's Social Security Number

- File only if you are making a payment of estimated tax.
- Fiscal year taxpayers— see instructions.
- If your estimated tax needs to be amended, use the Amended Computation Schedule.

Consider paying electronically. Otherwise, mail this voucher and your check or money order to:
Nebraska Department of Revenue, PO Box 98911, Lincoln, NE 68509-8911

8-014-2013