

Nebraska Property Tax Incentive Act Credit Computation

Use this Form with the Forms noted below to claim the property tax credit.

Name on Tax Return	Social Security Number or Nebraska ID Number
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Type of Nebraska Tax Return this Form is being Filed with

1040N
 1041N
 1065N
 1120N
 1120NF
 1120-SN

Part A—Computation of the Credit

1 School district property tax credit – taxes you paid in 2021 [Enter the result of line 4 multiplied by 25.3% (.253)]	1a	00
2 School district property tax credit – taxes paid in 2020 by a pass-through entity or allocated by a pass-through entity [Enter the result of line 5 multiplied by 6% (.06)]	2	00
3 Nebraska Property Tax Incentive Act credit (line 1 plus line 2) Enter here and on line 36, Form 1040N; line 24, Form 1041N; line 24, Form 1120N; line 10, Form 1120-SN; line 10, Form 1065N; or line 18, Form 1120NF	3	00

Part B – School District Property Taxes Paid in 2021

4 School district property taxes paid in 2021. Enter the following information for each parcel.

Property Tax Year	Nebraska County Number <small>(Do not enter numbers from license plates.)</small>	Parcel ID Number <small>(Must include the dashes for Lancaster County.)</small>	Nebraska School District Property Taxes You Paid
			00
			00
			00
			00
			00
			00
			00
			00
			00
			00
			00
Total school district property taxes you paid in 2021			4 00

Part C – School District Property Taxes Paid in 2020 by a Pass-Through Entity. (A pass-through entity includes a partnership, S corporation, LLC, and fiduciary). See instructions.

Part C is only for:

- a** Pass-through entities that elected not to distribute the school district property taxes paid in 2020; or
- b** Pass-through entity owners that received an allocation of school district property taxes paid in 2020 by a pass-through entity with a fiscal year ending in 2021 that was not claimed on Form PTC for the tax year 2020 return.

Check this box if **b** applies.

5 School district property taxes paid in 2020. Enter the following information for each parcel.

Property Tax Year	Nebraska County Number <small>(Do not enter numbers from license plates.)</small>	Parcel ID Number <small>(Must include the dashes for Lancaster County.)</small>	Nebraska School District Property Taxes Paid
			00
			00
			00
			00
			00
			00
			00
			00
Total school district property taxes paid in 2020.....			5 00

Instructions Important Information for All Filers

General Instructions

If you own only one parcel of real estate, owned it throughout the entire property tax year, and paid the taxes yourself directly or through your monthly payments into escrow, this form can be completed quickly and easily. Look up your parcel in the Nebraska School District Property Tax Look-Up Tool to complete line 4, multiply line 4 by .253 and enter the result on lines 1 and 3.

Purpose. The Nebraska Property Tax Incentive Act Credit Computation, Form PTC, is used to identify parcels and compute a tax credit for school district property tax paid.

Nebraska School District Property Tax Look-Up Tool. You may determine the amount of school district property tax paid on a parcel in the 2020 and 2021 calendar year, by using the Nebraska Department of Revenue's (DOR's) Nebraska School District Property Tax Look-Up Tool. DOR strongly recommends using this look up tool.

Nebraska School District Property Taxes Paid. The school district property tax is paid on the date received by the county treasurer. The date the school district property taxes were received is affected by the following rules.

1. **Mortgage Escrow Accounts.** When your payment to a mortgage company includes an escrow for property taxes, the date the county treasurer receives payment from the escrow account is the date the school district property taxes were paid;
2. **Parcel Sales – Property Taxes Funded.** When you fund property taxes at closing, the related school district property taxes were paid when received by the county treasurer. You may claim the credit on the school district property taxes related to the property taxes you funded, but only for the calendar year that the county received the money from the escrow agent;
3. **Parcel Sales – Property Taxes Reimbursed.** When the buyer reimburses the seller for property taxes that were already paid, the buyer cannot take the credit on any portion of the reimbursement because the county treasurer already received the taxes paid by the seller.
4. **County Treasurer Escrow Accounts.** When you make partial property tax payments that are held in escrow by the county treasurer, the school district property taxes are paid when applied to the parcel in the records of the county treasurer.
5. **Tax Sale Certificate.** The school district property taxes are received by the county treasurer when collected from the person that purchased the tax sale certificate. Persons who redeem the tax certificate are repaying a loan to obtain a lien release. The redeemer cannot take the credit for the redemption.

DOR obtains property tax data from each county treasurer. That data includes the amount of property taxes received during a calendar year. DOR will use the county treasurer receipt data, unless you can show the county treasurer's data is incorrect.

Limitation on School District Property Tax. Nebraska School District Property Tax Paid does not include property taxes levied for bonded indebtedness, taxes levied as a result of an override of the limits on property tax levies approved by voters, or credits applied to the property taxes levied. The Look-up Tool automatically takes these items into account in computing the school district property taxes paid.

Enter All Nebraska School District Property Tax Amounts as Whole Dollars. Round any amount from 50 cents to 99 cents to the next higher dollar. Round any amount less than 50 cents to the next lower dollar.

Records. All taxpayers must retain records for at least three years after filing the tax return claiming the credit for school district property taxes paid. Taxpayers using DOR's Nebraska School District Property Tax Look-Up Tool should print or save the information provided by the look up tool.

Who Must File. Form PTC must be filed by an individual, corporation, partnership, LLC, fiduciary, or financial institution claiming the credit.

When and Where to File. Form PTC must be filed with the Nebraska income tax or financial institution tax return on which the credit is claimed.

How to Complete the Form PTC

Taxpayers claiming the credit should complete Part B and Part C (if applicable) before completing Part A.

Part A – Computation of the Credit

Part A is used to compute the credit for school district property taxes paid and reported in Parts B and C.

Part B – School District Property Taxes Paid in 2021

Part B is used by individuals, C corporations, S corporations, partnerships, LLCs, financial institutions, and fiduciaries that paid school district property taxes in 2021.

Fiscal Year and Short Year Filers. The credit may be claimed in the first income tax year that begins in the calendar year the school district property taxes were paid.

Fiscal Year Filers. Taxpayer’s with a fiscal year beginning in 2021 and ending in 2022 may complete Part B for school district property taxes paid during the entire 2021 calendar year. The credit claimed in this fiscal year cannot include any school district property taxes paid in 2022.

Short Year Filers. Taxpayers with a short period beginning in 2021 and ending in 2022. If this is the first short year beginning in 2021, complete Part B for the school district property taxes paid during the entire 2021 calendar year.

Taxpayers with a short period beginning and ending in 2021. If this is the first short year beginning in 2021, complete Part B for the school district property taxes paid during the entire 2021 calendar year. You may have to file an extension to be sure that the information will be available in the Nebraska School District Property Tax Look-up Tool at the time you file the first short year return.

Taxpayers filing for the second short period beginning in 2021 cannot claim the credit on the second short period return.

Information must be entered separately for each parcel for which school district property taxes were paid in calendar year 2021. A separate entry must also be made for each property tax year for which school district property taxes were paid in 2021. If Part B does not have enough rows to include all the parcels or years for which you paid school district property taxes, attach a schedule in the same format as Part B.

Example 1. Joe Pear owns two parcels in Lancaster County and paid school district property taxes levied on those parcels for the 2020 and 2021 property tax year during the 2021 calendar year. Joe purchased parcel 17-12-345-678-000 on August 1, 2010 and parcel 17-87-654-321-000 on July 1, 2020. The total 2020 school district property taxes paid on parcel 17-87-654-321-000 was \$460. Joe’s portion of the 2020 school district property taxes paid on parcel 17-87-654-321-000 was \$232 as computed using the Property Tax Look Up Tool. Part B of Form PTC should be completed as follows:

Property Tax Year	Nebraska County Number (Do not enter numbers from license plates.)	Parcel ID Number (Include the dashes for Lancaster County.)	Nebraska School District Property Taxes You Paid
2020	55	17-12-345-678-000	190 00
2021	55	17-12-345-678-000	220 00
2020	55	17-87-654-321-000	232 00
2021	55	17-87-654-321-000	510 00
Total school district property taxes paid in 2021			4 1,152 00

Property Tax Year. Enter the property tax year for which the Nebraska school district property taxes were levied. Most taxpayers pay their property taxes in the year after the taxes were levied. If more than one year of property taxes were paid in the 2021 calendar year, a separate entry must be made for each property tax year. See example 1 above.

Nebraska County Number. Enter the number assigned to the county where the parcel is located. This number is provided by DOR’s Nebraska School District Property Tax Look-Up Tool or may be found on the County Parcel ID Search. This number is not the same as the county number used for license plates. Do not enter the county number from a license plate.

Parcel ID Number. Enter the parcel ID number assigned by the county assessor to the parcel. This number may be found on the Real Estate Tax Statement issued by the county treasurer where the parcel is located. The parcel ID number may also be found using the DOR’s Nebraska School District Property Tax Look-Up Tool. Some counties use the term “property ID” rather than “parcel ID”. Parcel ID numbers assigned by Lancaster County include dashes. The parcel ID number entered on Form PTC for parcels located in Lancaster County must include the dashes. The parcel ID numbers for the other 92 counties have either 9 or 10 digits and no dashes.

Nebraska School District Property Taxes Paid. Enter the amount of school district property taxes you paid on the parcel during the 2021 calendar year. This amount may be computed using DOR’s Nebraska School District Property Tax Look-Up Tool or the taxpayer’s records. Those records include, but are not be limited to, the Real Estate Tax Statement issued by the county treasurer where the parcel is located. If the school district property taxes paid is computed using your records, remember that the amount entered is limited to taxes levied on real property in Nebraska by a school district or multiple-district school system. The amount entered cannot include property taxes levied for bonded indebtedness, taxes levied as a result of an override of the limits on property tax levies approved by the voters, or credits applied to the property taxes levied. The Look-up tool automatically takes these items into account in computing the school district property taxes paid.

Example 2. In 2021, an individual paid the 2020 property taxes levied on a parcel located in Adams County. The 2020 Real Estate Tax Statement includes the following amounts:

Hastings School District \$2,200
Hastings School Bond 381

Only the \$2,200 levied by the Hastings School District can be entered as school district property taxes paid. The Hastings School Bond amount levied for the Hastings School District indebtedness cannot be included in the amount of school district property taxes paid.

Total School District Property Taxes Paid in 2021. Enter the sum of the school district property taxes paid on the parcel or parcels listed in Part B.

Part C – School District Property Taxes Paid in 2020 By a Pass-Through Entity or Allocated by a Pass-Through Entity

(Pass-through entities include partnerships, S corporations, LLCs, and fiduciaries)

Part C is used by:

- Partnerships, S Corporations, LLCs, and fiduciaries that did not claim the credit or allocate the school district property taxes paid in 2020. The credit may be claimed in the first taxable year beginning in 2021.
- Partners, shareholders, members, and beneficiaries allocated school district property taxes paid by a partnership, S corporation, LLC, or fiduciary in its fiscal year that began in 2020 and ended in 2021. Pass-through entities that received an allocation and subsequently allocated those property taxes paid cannot claim the credit.

Fiscal Year and Short Year Filers

Fiscal Year Filers. Taxpayer's with a fiscal year beginning in 2021 and ending in 2022 may complete Part C for school district property taxes paid during the entire 2020 calendar year. The school district property taxes paid in 2021 must be reported in Part B.

Short Year Filers. Taxpayers with a short period beginning in 2021 and ending in 2022. If this is the first short year beginning in 2021, complete Part C for the school district property taxes paid during the entire 2020 calendar year. The school district property taxes paid in 2021 must be reported in Part B.

Taxpayers with a short period beginning and ending in 2021. If this is the first short year beginning in 2021, complete Part C for the school district property taxes paid during the entire 2020 calendar year.

Taxpayers filing for the second short period beginning in 2021 cannot claim the credit on the second short period return.

Information must be entered separately for each parcel for which school district property taxes were paid in calendar year 2020 and for each parcel for which school district property taxes were allocated. A separate entry must also be made for each property tax year for which school district property taxes were paid in 2020 and for each parcel for which school district property taxes were allocated. If Part C does not have enough rows to include all the parcels or years for which you paid or were allocated school district property taxes, attach a schedule in the same format as Part C.

Property Tax Year. Enter the property tax year for which the school district property taxes were levied. Most taxpayers pay their property taxes in the year after the taxes were levied. If more than one year of property taxes were paid in the 2020 calendar year, a separate entry must be made for each property tax year.

Nebraska County Number. Enter the number assigned to the county where the parcel is located. This number is provided by the look-up tool or may be found on the County Parcel ID Search. This number is not the same as the county number used for license plates. Do not enter the county number from a license plate.

Parcel ID Number. Enter the parcel ID number assigned by the county assessor to the parcel. This number may be found on the Real Estate Tax Statement issued by the county treasurer where the parcel is located. The parcel ID number may also be found using DOR's Nebraska School District Property Tax Look-Up Tool. Some counties use the term "property ID" rather than "parcel ID". Parcel ID numbers assigned by Lancaster County include dashes. The parcel ID number entered on Form PTC for parcels located in Lancaster County must include the dashes. The parcel ID numbers for the other 92 counties have either 9 or 10 digits and no dashes.

Nebraska School District Property Taxes Paid

Partnerships, S Corporations, LLCs, and fiduciaries that did not claim the credit or allocate the school district property taxes paid in 2020. Enter the amount of school district property taxes you paid on the parcel during the 2020 calendar year. This amount is computed by DOR's Nebraska School District Property Tax Look-Up Tool or may be computed using the taxpayer's records. Those records include, but are not be limited to, the Real Estate Tax Statement issued by the county treasurer where the parcel is located. If the school district property taxes paid is computed using your records, remember that the amount entered is limited to taxes levied on real property in Nebraska by a school district or multiple-district school system. The amount entered cannot include property taxes levied for bonded indebtedness, taxes levied as a result of an override of the limits on property tax levies approved by the voters, or credits applied to the property taxes levied. The Look-up tool automatically takes these items into account in computing the school district property taxes paid.

Partners, shareholders, members, and beneficiaries that received allocations for school district property taxes paid by a partnership, S corporation, LLC, or fiduciary in its fiscal year that began in 2020 and ended in 2021. Enter your share of the school property taxes paid by the partnership, S corporation, LLC, or fiduciary. You should not make any entries for allocated school property taxes from calendar-year partnerships, S corporations, LLCs, or fiduciaries.

Total School District Property Taxes Paid in 2020 by a Pass-Through Entity or Allocated by a Pass-Through Entity. Enter the sum of the school district property taxes paid or allocated to you by a pass-through entity on the parcel or parcels listed in Part C.