

Attach to your return

First name and initial - If joint return, also give spouse's name and initial	Last name	Social security number
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Part A Calculation of Underpayment

- 1 I am claiming an exception from the imposition of the estimated payment penalty and interest because I qualified for federal relief under IRC § 6654. *Check box and see instructions*
- 2 Amount of tax for 2000 from Form 140, page 1, line 27, or Form 140PY page 1, line 29, or Form 140NR page 1, line 29
- 3 Tax credits claimed on your 2000 Arizona return
- 4 Subtract line 3 from line 2
- 5 Multiply line 4 by 90% (.90)
- 6 Enter the immediately preceding year's tax liability (after tax credits). *See instructions*
- 7 **Required annual payment.** *Enter the lesser of line 5 or line 6*

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7	

	8	(a) 4/17/2000	(b) 6/15/2000	(c) 9/15/2000	(d) 1/16/2001
8 Payment date	8				
9 Divide the amount on line 7 by the number of payments required for the year (usually four). Enter the result in appropriate columns. However, if you use any other installment method, check this box. <input type="checkbox"/> If you annualize, complete the worksheet on page 3 of this form and enter the amount from line 23 of that worksheet in each column of line 9	9				
10 Estimated tax paid and withheld. <i>See instructions</i>	10				
11 Overpayment. <i>See instructions</i>	11				
12 Add lines 10 and 11	12				
13 Underpayment. <i>(Subtract line 12 from line 9) or Overpayment.</i> <i>(Subtract line 9 from line 12.)</i>	13				

Part B Underpayment of Estimated Tax Penalty

- 14 Rate period one: 9% (4/17/00 - 6/30/00) Computation starting date for this period
- 15 Number of days after the date on line 14 through the date the amount on line 13 was paid or June 30, 2000, whichever is earlier
- 16 $\frac{\text{Number of days on line 15} \times 9\% \times \text{underpayment on line 13}}{366}$
- 17 Rate period two: 9% (7/1/00 - 9/30/00) Computation starting date for this period
- 18 Number of days after the date on line 17 through the date the amount on line 13 was paid or September 30, 2000, whichever is earlier
- 19 $\frac{\text{Number of days on line 18} \times 9\% \times \text{underpayment on line 13}}{366}$
- 20 Rate period three: 9% (10/1/00 - 12/31/00) computation starting date for this period
- 21 Number of days after the date on line 20 through the date the amount on line 13 was paid or December 31, 2000, whichever is earlier
- 22 $\frac{\text{Number of days on line 21} \times 9\% \times \text{underpayment on line 13}}{366}$
- 23 Rate period four: * (1/1/01 - 4/16/01) computation starting date for this period
- 24 Number of days after the date on line 23 through the date the amount on line 13 was paid or April 16, 2001, whichever is earlier
- 25 $\frac{\text{Number of days on line 24} \times * \times \text{the underpayment on line 13 plus any penalty from rate periods one, two, and three if the underpayment is unpaid as of 1/1/2001}}{365}$
- 26 **Penalty - Column (a).** Add lines 16, 19, 22 and 25 column (a). Enter the total on line 26, column (a). **Column (b).** Add lines 16, 19, 22 and 25 column (b). Enter the total on line 26, column (b). **Column (c).** Add lines 19, 22 and 25 column (c). Enter total on line 26, column (c). **Column (d).** Enter the amount from line 25, column (d)
- 27 **Penalty Limitation.** In columns (a) through (d), list the smaller of line 13 X 10%, OR the amount from line 26
- 28 Total penalty. Add the amounts in columns (a), (b), (c) and (d), line 27

14	4/17/00	6/15/00			
15	days:	days:			
16					
17	6/30/00	6/30/00	9/15/00		
18	days:	days:	days:		
19					
20	9/30/00	9/30/00	9/30/00		
21	days:	days:	days:		
22					
23	12/31/00	12/31/00	12/31/00	1/16/2001	
24	days:	days:	days:	days:	
25					
26					
27					
28					

	(a)	(b)	(c)	(d)
Part C Interest				
29 Amount of underpayment from line 13 above	29			
30 Rate period one: 9% (4/17/00 - 6/30/00) computation starting date for this period	30	4/17/00	6/15/00	
31 Number of days after the date on line 30 through the date the amount on line 29 was paid or June 30, 2000, whichever is earlier	31	days:	days:	
32 $\frac{\text{Number of days on line 31} \times 9\% \times \text{underpayment on line 29}}{366}$	32			
33 Rate period two: 9% (7/1/00 - 9/30/00) computation starting date for this period	33	6/30/00	6/30/00	9/15/00
34 Number of days after the date on line 33 through the date the amount on line 29 was paid or September 30, 2000, whichever is earlier	34	days:	days:	days:
35 $\frac{\text{Number of days on line 34} \times 9\% \times \text{underpayment on line 29}}{366}$	35			
36 Rate period three: 9% (10/1/00 - 12/31/00) computation starting date for this period	36	9/30/00	9/30/00	9/30/00
37 Number of days after the date on line 36 through the date the amount on line 29 was paid or December 31, 2000, whichever is earlier	37	days:	days:	days:
38 $\frac{\text{Number of days on line 37} \times 9\% \times \text{underpayment on line 29}}{366}$	38			
39 Rate period four: * (1/1/01 - 4/16/01) computation starting date for this period	39	12/31/00	12/31/00	12/31/00
40 Number of days after the date on line 39 through the date the amount on line 29 was paid or April 16, 2001, whichever is earlier	40	days:	days:	days:
41 $\frac{\text{Number of days on line 40} \times \text{the underpayment on line 29 plus any interest outstanding on 1/1/2001}}{365}$	41			
42 Total interest. Add the amounts in columns (a) and (b), line 32, and the amounts in columns (a), (b), and (c), lines 35 and 38, and the amounts in columns (a), (b), (c), and (d), line 41	42			
43 Total penalty and interest. <i>Add column (d), line 28 to column (d), line 42</i>	43			.00

Annualized Income Installment Worksheet

Complete lines 1-23 of one column before completing the next column.

		1/1/00 to 3/31/00	1/1/00 to 5/31/00	1/1/00 to 8/31/00	1/1/00 to 12/31/00
1 Enter your Arizona adjusted gross income without your dependent, qualifying parent or ancestor, blind, or over 65 exemptions for each period	1				
2 Annualization amounts	2	4	2.4	1.5	1
3 Annualized income. <i>Multiply line 1 by line 2</i>	3				
4 Enter your itemized deductions for the period shown in each column. If you do not itemize, enter zero and skip to line 7	4				
5 Annualized amounts	5	4	2.4	1.5	1
6 Annualized itemized deductions. <i>Multiply line 4 by line 5</i>	6				
7 Enter your standard deduction from Arizona Form 140, line 19, Form 140PY, line 21, or Form 140NR, line 21	7				
8 Enter amount from line 6 or line 7, whichever is larger	8				
9 Subtract line 8 from line 3	9				
10 Enter the amount allowed for personal, blind, over 65, dependent, and qualifying parent or ancestor, exemptions claimed on your Arizona Form 140, Form 140PY, or Form 140NR	10				
11 Subtract line 10 from line 9	11				
12 Figure your tax on the amount on line 11 using Tax Rate Table X or Y	12				
13 For each period, enter the amount of tax credits allowed on your Arizona Form 140, Form 140PY, or Form 140NR	13				
14 Subtract line 13 from line 12. <i>If zero or less, enter zero</i>	14				
15 Applicable percentages	15	22.5%	45%	67.5%	90%
16 Multiply line 14 by line 15	16				
17 Enter the combined amounts of line 23 from all preceding columns	17				
18 Subtract line 17 from line 16. <i>If less than zero, enter zero</i>	18				
19 Divide line 7 from front of Form 221 by four (4) and enter the result in each column	19				
20 Enter the amount from line 22 of the preceding column of this worksheet	20				
21 Add lines 19 and 20 and enter the total	21				
22 If line 21 is more than line 18, subtract line 18 from line 21. Otherwise, enter zero	22				
23 Enter the smaller of line 18 or line 21 here and on page 1, line 9	23				