Form **2210**

Department of the Treasury
Internal Revenue Service

# Underpayment of
# Estimated Tax by Individuals, Estates, and Trusts
▶ **See separate instructions.**
▶ **Attach to Form 1040, Form 1040A, Form 1040NR, or Form 1041.**

OMB No. 1545-0140

**1994**

Attachment
Sequence No. **06**

| Name(s) shown on tax return | Identifying number |
|---|---|

**Note:** *In most cases, you **do not** need to file Form 2210. The IRS will figure any penalty you owe and send you a bill. File Form 2210 **only** if one or more boxes in Part I apply to you. If you do not need to file Form 2210, you still may use it to figure your penalty. Enter the amount from line 20 or line 36 on the penalty line of your return, but do not attach Form 2210.*

## Part I    Reasons For Filing—If 1a, b, or c below applies to you, you may be able to lower or eliminate your penalty. But you MUST check the boxes that apply and file Form 2210 with your tax return. If 1d below applies to you, check that box and file Form 2210 with your tax return.

**1**   Check whichever boxes apply (if none apply, see the **Note** above):

**a** ☐  You request a **waiver.** In certain circumstances, the IRS will waive all or part of the penalty. See **Waiver of Penalty** on page 1 of the instructions.

**b** ☐  You use the **annualized income installment method.** If your income varied during the year, this method may reduce the amount of one or more required installments. See page 4 of the instructions.

**c** ☐  You had Federal income tax withheld from wages and you treat it as paid for estimated tax purposes when it was **actually** withheld instead of in equal amounts on the payment due dates. See the instructions for line 22.

**d** ☐  Your required annual payment (line 13 below) is based on your 1993 tax and you filed or are filing a joint return for either 1993 or 1994 but not for both years.

## Part II    Required Annual Payment

| | | | |
|---|---|---:|---|
| **2** | Enter your 1994 tax after credits (see instructions) | **2** | |
| **3** | Other taxes (see instructions) | **3** | |
| **4** | Add lines 2 and 3 | **4** | |
| **5** | Earned income credit                    **5** | | |
| **6** | Credit for Federal tax paid on fuels     **6** | | |
| **7** | Add lines 5 and 6 | **7** | |
| **8** | Current year tax. Subtract line 7 from line 4 | **8** | |
| **9** | Multiply line 8 by 90% (.90)             **9** | | |
| **10** | Withholding taxes. **Do not** include any estimated tax payments on this line (see instructions) | **10** | |
| **11** | Subtract line 10 from line 8. If less than $500, stop here; **do not** complete or file this form. You do not owe the penalty | **11** | |
| **12** | Enter the tax shown on your 1993 tax return (110% of that amount if the adjusted gross income shown on that return is more than $150,000, or if married filing separately for 1994, more than $75,000). **Caution:** *See instrucions* | **12** | |
| **13** | **Required annual payment.** Enter the **smaller** of line 9 or line 12 | **13** | |

**Note:** *If line 10 is equal to or more than line 13, stop here; you do not owe the penalty. Do not file Form 2210 unless you checked box 1d above.*

## Part III    Short Method (Caution: *Read the instructions to see if you can use the short method. If you checked box **1b** or **c** in Part I, skip this part and go to Part IV.*)

| | | | |
|---|---|---:|---|
| **14** | Enter the amount, if any, from line 10 above                    **14** | | |
| **15** | Enter the total amount, if any, of estimated tax payments you made   **15** | | |
| **16** | Add lines 14 and 15 | **16** | |
| **17** | **Total underpayment for year.** Subtract line 16 from line 13. If zero or less, stop here; you do not owe the penalty. Do not file Form 2210 unless you checked box 1d above | **17** | |
| **18** | Multiply line 17 by .05725 | **18** | |
| **19** | ● If the amount on line 17 was paid **on or after** 4/15/95, enter -0-. <br> ● If the amount on line 17 was paid **before** 4/15/95, make the following computation to find the amount to enter on line 19. $\quad$ Amount on line 17 $\quad\times\quad$ Number of days paid before 4/15/95 $\quad\times\quad$ .00025 | **19** | |
| **20** | **PENALTY.** Subtract line 19 from line 18. Enter the result here and on Form 1040, line 65; Form 1040A, line 33; Form 1040NR, line 66; or Form 1041, line 26 $\quad$ ▶ | **20** | |

**For Paperwork Reduction Act Notice, see page 1 of separate instructions.**     Cat. No. 11744P     Form **2210** (1994)

### Part IV    Regular Method (See the instructions if you are filing Form 1040NR.)

#### Section A—Figure Your Underpayment

| | | Payment Due Dates | | | |
|---|---|---|---|---|---|
| | | **(a)** 4/15/94 | **(b)** 6/15/94 | **(c)** 9/15/94 | **(d)** 1/15/95 |
| **21** | **Required installments.** If box 1b applies, enter the amounts from Schedule AI, line 26. Otherwise, enter ¼ of line 13, Form 2210, in each column . . . . | | | | |
| **22** | Estimated tax paid and tax withheld (see instructions). For column (a) only, also enter the amount from line 22 on line 26. If line 22 is equal to or more than line 21 for all payment periods, stop here; you do not owe the penalty. Do not file Form 2210 unless you checked a box in Part I . . . . . . . . . . | | | | |
| | ***Complete lines 23 through 29 of one column before going to the next column.*** | | | | |
| **23** | Enter amount, if any, from line 29 of previous column | | | | |
| **24** | Add lines 22 and 23 . . . . . . . . . . | | | | |
| **25** | Add amounts on lines 27 and 28 of the previous column . . . . . . . . . . . . . . | | | | |
| **26** | Subtract line 25 from line 24. If zero or less, enter -0-. For column (a) only, enter the amount from line 22 . | | | | |
| **27** | If the amount on line 26 is zero, subtract line 24 from line 25. Otherwise, enter -0- . . . . . . . . | | | | |
| **28** | **Underpayment.** If line 21 is equal to or more than line 26, subtract line 26 from line 21. Then go to line 23 of next column. Otherwise, go to line 29 . . ▶ | | | | |
| **29** | Overpayment. If line 26 is more than line 21, subtract line 21 from line 26. Then go to line 23 of next column | | | | |

### Section B—Figure the Penalty (Complete lines 30 through 35 of one column before going to the next column.)

| | | | (a) | (b) | (c) | (d) |
|---|---|---|---|---|---|---|
| **Rate Period 1** | **April 16, 1994—June 30, 1994** | | 4/15/94 | 6/15/94 | | |
| | **30** | Number of days FROM the date shown above line 30 TO the date the amount on line 28 was paid **or** 6/30/94, whichever is earlier . . . . | Days: | Days: | | |
| | **31** | Underpayment on line 28 (see instructions) $\times \dfrac{\text{Number of days on line 30}}{365} \times .07$ ▶ | $ | $ | | |
| **Rate Period 2** | **July 1, 1994—September 30, 1994** | | 6/30/94 | 6/30/94 | 9/15/94 | |
| | **32** | Number of days FROM the date shown above line 32 TO the date the amount on line 28 was paid **or** 9/30/94, whichever is earlier . . . . | Days: | Days: | Days: | |
| | **33** | Underpayment on line 28 (see instructions) $\times \dfrac{\text{Number of days on line 32}}{365} \times .08$ ▶ | $ | $ | $ | |
| **Rate Period 3** | **October 1, 1994—April 15, 1995** | | 9/30/94 | 9/30/94 | 9/30/94 | 1/15/95 |
| | **34** | Number of days FROM the date shown above line 34 TO the date the amount on line 28 was paid **or** 4/15/95, whichever is earlier . . . . | Days: | Days: | Days: | Days: |
| | **35** | Underpayment on line 28 (see instructions) $\times \dfrac{\text{Number of days on line 34}}{365} \times .09$ ▶ | $ | $ | $ | $ |

| **36** | **PENALTY.** Add all amounts on lines 31, 33, and 35 in all columns. Enter the total here and on Form 1040, line 65; Form 1040A, line 33; Form 1040NR, line 66; or Form 1041, line 26. . . . . . . ▶ | **36** | $ |
|---|---|---|---|

## Schedule AI—Annualized Income Installment Method (see instructions)

| Estates and trusts, **do not** use the period ending dates shown to the right. Instead, use the following: 2/28/94, 4/30/94, 7/31/94, and 11/30/94. | | (a) 1/1/94–3/31/94 | (b) 1/1/94–5/31/94 | (c) 1/1/94–8/31/94 | (d) 1/1/94–12/31/94 |
|---|---|---|---|---|---|

### Part I — Annualized Income Installments    Caution: *Complete lines 20–26 of one column before going to the next column.*

| | | | (a) | (b) | (c) | (d) |
|---|---|---|---|---|---|---|
| 1 | Enter your adjusted gross income for each period (see instructions). (Estates and trusts, enter your taxable income without your exemption for each period.) | 1 | | | | |
| 2 | Annualization amounts. (Estates and trusts, see instructions.) | 2 | 4 | 2.4 | 1.5 | 1 |
| 3 | Annualized income. Multiply line 1 by line 2 | 3 | | | | |
| 4 | Enter your itemized deductions for the period shown in each column. If you do not itemize, enter -0- and skip to line 7. (Estates and trusts, enter -0-, skip to line 9, and enter the amount from line 3 on line 9.) | 4 | | | | |
| 5 | Annualization amounts | 5 | 4 | 2.4 | 1.5 | 1 |
| 6 | Multiply line 4 by line 5 (see instructions if line 3 is more than $55,900) | 6 | | | | |
| 7 | In each column, enter the full amount of your standard deduction from Form 1040, line 34; or Form 1040A, line 19 (Form 1040NR filers, enter -0-. **Exception:** Indian students and business apprentices, enter standard deduction from Form 1040NR, line 33.) | 7 | | | | |
| 8 | Enter line 6 or line 7, whichever is **larger** | 8 | | | | |
| 9 | Subtract line 8 from line 3 | 9 | | | | |
| 10 | In each column, multiply $2,450 by the total number of exemptions claimed (see instructions if line 3 is more than $83,850). (Estates and trusts and Form 1040NR filers, enter the exemption amount shown on your tax return.) | 10 | | | | |
| 11 | Subtract line 10 from line 9 | 11 | | | | |
| 12 | Figure your tax on the amount on line 11 (see instructions) | 12 | | | | |
| 13 | Form 1040 filers only, enter your self-employment tax from line 35 below | 13 | | | | |
| 14 | Enter other taxes for each payment period (see instructions) | 14 | | | | |
| 15 | Total tax. Add lines 12, 13, and 14 | 15 | | | | |
| 16 | For each period, enter the same type of credits as allowed on Form 2210, lines 2, 5, and 6 (see instructions) | 16 | | | | |
| 17 | Subtract line 16 from line 15. If zero or less, enter -0- | 17 | | | | |
| 18 | Applicable percentage | 18 | 22.5% | 45% | 67.5% | 90% |
| 19 | Multiply line 17 by line 18 | 19 | | | | |
| 20 | Add the amounts in all preceding columns of line 26 | 20 | ▒ | | | |
| 21 | Subtract line 20 from line 19. If zero or less, enter -0- | 21 | | | | |
| 22 | Enter ¼ of line 13, Form 2210, in each column | 22 | | | | |
| 23 | Enter amount from line 25 of the preceding column of this schedule | 23 | ▒ | | | |
| 24 | Add lines 22 and 23 and enter the total | 24 | | | | |
| 25 | Subtract line 21 from line 24. If zero or less, enter -0- | 25 | | | | ▒ |
| 26 | Enter the **smaller** of line 21 or line 24 here and on Form 2210, line 21 ▶ | 26 | | | | |

### Part II — Annualized Self-Employment Tax

| | | | (a) | (b) | (c) | (d) |
|---|---|---|---|---|---|---|
| 27a | Net earnings from self-employment for the period (see instructions) | 27a | | | | |
| b | Annualization amounts | 27b | 4 | 2.4 | 1.5 | 1 |
| c | Multiply line 27a by line 27b | 27c | | | | |
| 28 | Social security tax limit | 28 | $60,600 | $60,600 | $60,600 | $60,600 |
| 29 | Enter actual wages subject to social security tax or the 6.2% portion of the 7.65% railroad retirement (tier 1) tax | 29 | | | | |
| 30 | Annualization amounts | 30 | 4 | 2.4 | 1.5 | 1 |
| 31 | Multiply line 29 by line 30 | 31 | | | | |
| 32 | Subtract line 31 from line 28. If zero or less, enter -0- | 32 | | | | |
| 33 | Multiply the smaller of line 27c or line 32 by .124 | 33 | | | | |
| 34 | Multiply line 27c by .029 | 34 | | | | |
| 35 | Add lines 33 and 34. Enter the result here and on line 13 above ▶ | 35 | | | | |