

# Underpayment of Estimated Tax by Individuals and Fiduciaries

▶ See separate instructions.

▶ Attach to Form 1040, Form 1040A, Form 1040NR, or Form 1041.

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, c, or d 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 1e or f 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 the instructions for **Waiver of Penalty**.)
  - 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 **Instructions for Schedule B**.)
  - 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**  (1) You made estimated tax payments for 1989, 1990, or 1991 (or were charged an estimated tax penalty for any of those years), **AND**  
 (2) Your adjusted gross income (AGI) is more than \$75,000 (more than \$37,500 if married filing separately), **AND**  
 (3) Your 1992 **modified** AGI exceeds your 1991 AGI by more than \$40,000 (more than \$20,000 if married filing separately), **AND**  
 (4) Your 2nd, 3rd, or 4th required installment (column (b), (c), or (d) of line 21) is based on **either** your 1991 tax **or** 90% of your 1992 **modified** tax.  
 See **Instructions for Schedule A** for more information.
  - e**  Conditions (1), (2), and (4) (but not condition (3)) in box 1d apply to you, and your 1992 AGI exceeds your 1991 AGI by more than \$40,000 (more than \$20,000 if married filing separately). If you check this box, you must also attach a computation of your 1992 modified AGI.
  - f**  One or more of your required installments (line 21) are based on your 1991 tax and you filed or are filing a joint return for either 1991 or 1992 but not for both years.

**Part II All Filers Must Complete This Part**

2 Enter your 1992 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. <b>Do not</b> include any estimated tax payments on this line (see instructions)	10	
11 Subtract line 10 from line 8. If less than \$500, stop here; <b>do not</b> complete or file this form. You do not owe the penalty	11	
12 Prior year (1991) tax. ( <b>Caution:</b> See instructions.)	12	
13 Enter the <b>smaller</b> of line 9 or line 12 (see instructions)	13	

**Part III Short Method (Caution: Read the instructions to see if you can use the short method. If you checked box 1b, c, or d 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 <b>Total underpayment for year.</b> 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 1e or f above.)	17											
18 Multiply line 17 by .04846	18											
19 <b>•</b> If the amount on line 17 was paid <b>on or after</b> 4/15/93, enter -0-. <b>•</b> If the amount on line 17 was paid <b>before</b> 4/15/93, make the following computation to find the amount to enter on line 19.	19											
<table style="margin-left: auto; margin-right: auto;"> <tr> <td style="text-align: right;">Amount on</td> <td style="text-align: center;">×</td> <td style="text-align: center;">Number of days paid</td> <td style="text-align: center;">×</td> <td style="text-align: left;">.00019</td> </tr> <tr> <td style="text-align: right;">line 17</td> <td></td> <td style="text-align: center;">before 4/15/93</td> <td></td> <td></td> </tr> </table>	Amount on	×	Number of days paid	×	.00019	line 17		before 4/15/93			19	
Amount on	×	Number of days paid	×	.00019								
line 17		before 4/15/93										
20 <b>PENALTY.</b> Subtract line 19 from line 18. Enter the result here and on Form 1040, line 65; Form 1040A, line 33; Form 1040NR, line 65; or Form 1041, line 26	20											

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

Section A—Figure Your Underpayment	Payment Due Dates			
	(a) 4/15/92	(b) 6/15/92	(c) 9/15/92	(d) 1/15/93
<b>21</b> <b>Required installments.</b> If box 1b applies, enter the amounts from Schedule B, line 26. If box 1d applies (but not box 1b), enter the amounts from Schedule A, line 5, 8, or 19, whichever applies. If neither box 1b nor box 1d applies, enter 1/4 of line 13 in each column. . . . .	<b>21</b>			
<b>22</b> 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.) . . . . . <b>Complete lines 23 through 29 of one column before going to the next column.</b>	<b>22</b>			
<b>23</b> Enter amount, if any, from line 29 of previous column	<b>23</b>			
<b>24</b> Add lines 22 and 23 . . . . .	<b>24</b>			
<b>25</b> Add amounts on lines 27 and 28 of the previous column . . . . .	<b>25</b>			
<b>26</b> Subtract line 25 from line 24. If zero or less, enter -0-. For column (a) only, enter the amount from line 22 . . . . .	<b>26</b>			
<b>27</b> If the amount on line 26 is zero, subtract line 24 from line 25. Otherwise, enter -0- . . . . .	<b>27</b>			
<b>28</b> <b>Underpayment.</b> 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 . . . . . ▶	<b>28</b>			
<b>29</b> Overpayment. If line 26 is more than line 21, subtract line 21 from line 26. Then go to line 23 of next column	<b>29</b>			

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

		4/15/92	6/15/92	9/15/92	
Rate Period 1	<b>April 16, 1992—September 30, 1992</b>				
	<b>30</b> Number of days FROM the date shown above line 30 TO the date the amount on line 28 was paid or 9/30/92, whichever is earlier . . . . .	<i>Days:</i>	<i>Days:</i>	<i>Days:</i>	
	<b>31</b> Underpayment on line 28 (see instructions) × $\frac{\text{Number of days on line 30}}{366}$ × .08 ▶	<b>31</b> \$	\$	\$	
Rate Period 2	<b>October 1, 1992—December 31, 1992</b>	9/30/92	9/30/92	9/30/92	
	<b>32</b> Number of days FROM the date shown above line 32 TO the date the amount on line 28 was paid or 12/31/92, whichever is earlier . . . . .	<i>Days:</i>	<i>Days:</i>	<i>Days:</i>	
	<b>33</b> Underpayment on line 28 (see instructions) × $\frac{\text{Number of days on line 32}}{366}$ × .07 ▶	<b>33</b> \$	\$	\$	
Rate Period 3	<b>January 1, 1993—April 15, 1993</b>	12/31/92	12/31/92	12/31/92	1/15/93
	<b>34</b> Number of days FROM the date shown above line 34 TO the date the amount on line 28 was paid or 4/15/93, whichever is earlier . . . . .	<i>Days:</i>	<i>Days:</i>	<i>Days:</i>	<i>Days:</i>
	<b>35</b> Underpayment on line 28 (see instructions) × $\frac{\text{Number of days on line 34}}{365}$ × .07 ▶	<b>35</b> \$	\$	\$	\$
<b>36</b> <b>PENALTY.</b> 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 65; or Form 1041, line 26. . . . . ▶	<b>36</b>	\$			\$

**Schedule A—Required Installments for Taxpayers Affected by Limitation on Prior Year’s Tax** (see instructions)

<b>Part I</b> Installments Based on Limitation on Prior Year’s Tax		(a) 1st installment	(b) 2nd installment	(c) 3rd installment	(d) 4th installment
<b>1</b> Divide line 12, Form 2210 by four (4) and enter the result in each column.	<b>1</b>				
<b>2</b> In each column, enter 22.5% of your 1992 modified tax (see instructions).	<b>2</b>				
<b>3</b> Enter the larger of line 1 or line 2.	<b>3</b>				
<b>4</b> Divide line 9, Form 2210 by four (4) and enter the result in each column.	<b>4</b>				
<b>5</b> Enter the smaller of line 3 or line 4. If <b>both</b> line 2 and line 4 are larger than line 1, go to line 6. Otherwise, skip lines 6-19 and enter these amounts on line 21, Form 2210 (or on line 22 of Schedule B, if applicable). <b>Complete line 7 in column (a) before going to line 6 in column (b).</b>	<b>5</b>				
<b>6</b> Enter the amount from column (a), line 7.	<b>6</b>				
<b>7</b> Subtract line 1 from line 5.	<b>7</b>				
<b>8</b> In column (a), enter the amount from line 1. In column (b), add lines 5 and 6. In columns (c) and (d), enter the amount from line 5. If you are using Part II below, go to line 9. Otherwise, skip Part II and enter these amounts on line 21, Form 2210 (or on line 22 of Schedule B, if applicable).	<b>8</b>				

**Part II** Installments Based on Annualization Exception (see instructions)

(Estates and trusts, <b>do not</b> use the period ending dates shown to the right. Instead, use the following: 2/29/92, 4/30/92, 7/31/92, and 11/30/92.)		(a) 1/1/92 - 3/31/92	(b) 1/1/92 - 5/31/92	(c) 1/1/92 - 8/31/92	(d) 1/1/92 - 12/31/92
<b>9</b> Enter your modified AGI for each period shown above line 9 (see instructions).	<b>9</b>				
<b>10</b> Annualization amounts. (Estates and trusts, <b>do not</b> use the amounts shown to right. Instead, use 3, 1.71429, and 1.09091).	<b>10</b>		2.4	1.5	1
<b>11</b> <b>Annualized modified AGI.</b> Multiply line 9 by line 10.	<b>11</b>				
<b>12</b> Enter your 1991 AGI as shown on your return in each column.	<b>12</b>				
<b>13</b> Subtract line 12 from line 11. If less than zero, enter -0-.	<b>13</b>				
<b>14</b> Enter your AGI for each period shown above line 9 (see instructions).	<b>14</b>				
<b>15</b> <b>Annualized AGI.</b> Multiply line 14 by line 10.	<b>15</b>				
<b>16</b> In column (a), enter the amount from line 1. In columns (b)-(d), enter the amount from line 5 <b>if</b> : <ul style="list-style-type: none"> <li>• Line 13 is more than \$40,000 (more than \$20,000 if married filing separately), <b>and</b></li> <li>• Line 15 is more than \$75,000 (more than \$37,500 if married filing separately).</li> </ul> Otherwise, enter the amount from line 1.	<b>16</b>				
<b>17</b> Subtract line 16 from line 5.	<b>17</b>				
<b>18</b> If you entered -0- on line 17, add the amounts on line 17 of all preceding columns. From the result, subtract the total of the amounts on line 18 of all preceding columns and enter the result. Otherwise, enter -0-.	<b>18</b>				
<b>19</b> Add lines 16 and 18. Enter here and on line 21, Form 2210 (or on line 22 of Schedule B, if applicable).	<b>19</b>				

**Schedule B—Annualized Income Installment Method** (see instructions)

(Estates and trusts, **do not** use the period ending dates shown to the right. Instead, use the following: 2/29/92, 4/30/92, 7/31/92, and 11/30/92.)

	(a) 1/1/92 - 3/31/92	(b) 1/1/92 - 5/31/92	(c) 1/1/92 - 8/31/92	(d) 1/1/92 - 12/31/92
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**Part I Annualized Income Installments** **Caution:** Complete lines 20–26 of one column before going to the next column.

<b>1</b> Enter your adjusted gross income for each period (see instructions). (Estates and trusts, enter your taxable income without your exemption for each period.) . . . . .	<b>1</b>			
<b>2</b> Annualization amounts. (Estates and trusts, see instructions.) . . . . .	<b>2</b>	4	2.4	1.5
<b>3</b> Annualized income. Multiply line 1 by line 2 . . . . .	<b>3</b>			
<b>4</b> 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.)	<b>4</b>			
<b>5</b> Annualization amounts . . . . .	<b>5</b>	4	2.4	1.5
<b>6</b> Multiply line 4 by line 5 (see instructions if line 3 is more than \$52,625)	<b>6</b>			
<b>7</b> 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-)	<b>7</b>			
<b>8</b> Enter line 6 or line 7, whichever is <b>larger</b> . . . . .	<b>8</b>			
<b>9</b> Subtract line 8 from line 3 . . . . .	<b>9</b>			
<b>10</b> In each column, multiply \$2,300 by the total number of exemptions claimed (see instructions if line 3 is more than \$78,950). (Estates and trusts and Form 1040NR filers, enter the exemption amount shown on your tax return.)	<b>10</b>			
<b>11</b> Subtract line 10 from line 9 . . . . .	<b>11</b>			
<b>12</b> Figure your tax on the amount on line 11 (see instructions) . . . . .	<b>12</b>			
<b>13</b> Form 1040 filers only, enter your self-employment tax from line 40 below	<b>13</b>			
<b>14</b> Enter other taxes for each payment period (see instructions) . . . . .	<b>14</b>			
<b>15</b> Total tax. Add lines 12, 13, and 14 . . . . .	<b>15</b>			
<b>16</b> For each period, enter the same type of credits as allowed on Form 2210, lines 2, 5, and 6 (see instructions) . . . . .	<b>16</b>			
<b>17</b> Subtract line 16 from line 15. If zero or less, enter -0- . . . . .	<b>17</b>			
<b>18</b> Applicable percentage . . . . .	<b>18</b>	22.5%	45%	67.5%
<b>19</b> Multiply line 17 by line 18 . . . . .	<b>19</b>			
<b>20</b> Add the amounts in all preceding columns of line 26 . . . . .	<b>20</b>			
<b>21</b> Subtract line 20 from line 19. If zero or less, enter -0- . . . . .	<b>21</b>			
<b>22</b> If box 1d applies, enter the amounts from Schedule A, line 5, 8, or 19, whichever applies. Otherwise, enter 1/4 of line 13, Form 2210 in each column	<b>22</b>			
<b>23</b> Enter amount from line 25 of the preceding column of this schedule	<b>23</b>			
<b>24</b> Add lines 22 and 23 and enter the total . . . . .	<b>24</b>			
<b>25</b> Subtract line 21 from line 24. If zero or less, enter -0- . . . . .	<b>25</b>			
<b>26</b> Enter the <b>smaller</b> of line 21 or line 24 here and on Form 2210, line 21 ▶	<b>26</b>			

**Part II Annualized Self-Employment Tax**

<b>27a</b> Net earnings from self-employment for the period. (Be sure you take the 7.65% deduction into account when figuring this amount.) . . . . .	<b>27a</b>			
<b>b</b> Annualization amounts . . . . .	<b>27b</b>	4	2.4	1.5
<b>c</b> Multiply line 27a by line 27b . . . . .	<b>27c</b>			
<b>28</b> Social security tax limit . . . . .	<b>28</b>	\$55,500	\$55,500	\$55,500
<b>29</b> Enter actual wages subject to social security tax or the 6.2% portion of the 7.65% railroad retirement (tier 1) tax . . . . .	<b>29</b>			
<b>30</b> Annualization amounts . . . . .	<b>30</b>	4	2.4	1.5
<b>31</b> Multiply line 29 by line 30 . . . . .	<b>31</b>			
<b>32</b> Subtract line 31 from line 28. If zero or less, enter -0- . . . . .	<b>32</b>			
<b>33</b> Multiply the smaller of line 27c or line 32 by .124 . . . . .	<b>33</b>			
<b>34</b> Medicare tax limit . . . . .	<b>34</b>	\$130,200	\$130,200	\$130,200
<b>35</b> Enter actual wages subject to Medicare tax or the 1.45% portion of the 7.65% railroad retirement (tier 1) tax . . . . .	<b>35</b>			
<b>36</b> Annualization amounts . . . . .	<b>36</b>	4	2.4	1.5
<b>37</b> Multiply line 35 by line 36 . . . . .	<b>37</b>			
<b>38</b> Subtract line 37 from line 34. If zero or less, enter -0- . . . . .	<b>38</b>			
<b>39</b> Multiply the smaller of line 27c or line 38 by .029 . . . . .	<b>39</b>			
<b>40</b> Add lines 33 and 39. Enter the result here and on line 13 above ▶	<b>40</b>			