

Attach to your return

Name (first, middle initial, last). If joint return, also give spouse's name and initial	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. <i>Check box and see instructions</i>	1	<input type="checkbox"/>	
2 Amount of tax for 2002 from Form 140, page 1, line 25, or form 140PY, page 1, line 28, or Form 140NR, page 1, line 28.....	2		00
3 Tax credits claimed on your 2002 Arizona return	3		00
4 <i>Subtract line 3 from line 2</i>	4		00
5 Arizona tax withheld during 2002. Do not include any estimated tax payments or amounts paid with Form 204 on this line	5		00
6 <i>Subtract line 5 from line 4</i> . If less than \$1,000, stop here. You do not owe the penalty. Do not file Form 221.	6		00
7 <i>Multiply line 4 by 90% (.90)</i>	7		00
8 Enter the immediately preceding year's tax liability after tax credits. See instructions.....	8		00
9 Required Annual Payment: Enter the lesser of line 7 or line 8	9		00

		(a) Apr-15-2002	(b) Jun-17-2002	(c) Sep-16-2002	(d) Jan-15-2003
10 Payment date.....	10				
11 <i>Divide the amount on line 9 by the number of payments required for the year (usually four). Enter the result in appropriate columns. If you use any other installment method, check this box <input type="checkbox"/>. If you annualize, complete the worksheet on page 2 of this form and enter the amount from line 23 of that worksheet in each column of line 11</i>	11				
12 Estimated tax paid and income tax withheld. See instructions.	12				
13 Overpayment: See instructions.....	13				
14 <i>Add lines 12 and 13</i>	14				
15 Underpayment: <i>Subtract line 14 from line 11; or</i> Overpayment: <i>Subtract line 11 from line 14</i>	15				

Part B Underpayment of Estimated Tax Penalty

16 RATE PERIOD ONE: 6% (Apr-15-02 - Jun-30-02) Computation starting date for this period	16	Apr-15-02	Jun-17-02		
17 Number of days after the date on line 16 through date the amount on line 15 was paid or June 30, 2002 whichever is earlier	17	Days:	Days:		
18 $\frac{\text{Number of days on line 17} \times 6\% \times \text{underpayment on line 15}}{365}$	18				
19 RATE PERIOD TWO: 6% (Jul-1-02 - Sep-30-02) Computation starting date for this period	19	Jun-30-02	Jun-30-02	Sep-16-02	
20 Number of days after the date on line 19 through the date the amount on line 15 was paid or September 30, 2002 whichever is earlier	20	Days:	Days:	Days:	
21 $\frac{\text{Number of days on line 20} \times 6\% \times \text{underpayment on line 15}}{365}$	21				
22 RATE PERIOD THREE: 6% (Oct-1-02 - Dec-31-02) Computation starting date for this period	22	Sep-30-02	Sep-30-02	Sep-30-02	
23 Number of days after the date on line 22 through the date the amount on line 15 was paid or December 31, 2002 whichever is earlier	23	Days:	Days:	Days:	
24 $\frac{\text{Number of days on line 23} \times 6\% \times \text{underpayment on line 15}}{365}$	24				
25 RATE PERIOD FOUR: *% (Jan-1-03 - Apr-15-03) Computation starting date for this period	25	Dec-31-02	Dec-31-02	Dec-31-02	Jan-15-03
26 Number of days after the date on line 25 through the date the amount on line 15 was paid or April 15, 2003 whichever is earlier	26	Days:	Days:	Days:	Days:
27 $\frac{\text{Number of days on line 26} \times *% \times \text{underpayment on line 15 plus any penalty from Rate Periods One, Two and Three if the underpayment is unpaid as of January 1, 2003}}{365}$	27				
28 Penalty: Column (a) - Add lines 18, 21, 24, 27. Enter the total on line 28 of column a. Column (b) - Add lines 18, 21, 24, 27. Enter the total on line 28 of column b. Column (c) - Add lines 21, 24, 27. Enter the total on line 28 of column c. Column (d) - Enter the amount from column d, line 27	28				
29 Penalty Limitation: In columns a through d, list the smaller of line 15 x 10% or the amount from line 28	29				
30 TOTAL PENALTY: Add the amounts in columns a, b, c, and d, line 29 (see instructions).	30				00

Annualized Income Installment Worksheet

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

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

	Jan-1-02 to Mar-31-02	Jan-1-02 to May-31-02	Jan-1-02 to Aug-31-02	Jan-1-02 to Dec-31-02
1				
2	4	2.4	1.5	1
3				
4				
5	4	2.4	1.5	1
6				
7				
8				
9				
10				
11				
12				
13				
14				
15	22.5%	45%	67.5%	90%
16				
17				
18				
19				
20				
21				
22				
23				