

Attach to your return

NAME (FIRST, MIDDLE INITIAL, LAST) <i>If joint return, also give spouse's name and initial.</i>	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 2007 from Form 140, page 1, line 25, or form 140PY, page 1, line 28, or Form 140NR, page 1, line 28.....	2	
3 Tax credits claimed on your 2007 Arizona return.....	3	
4 <i>Subtract line 3 from line 2.....</i>	4	
5 Arizona tax withheld during 2007. Do not include any estimated tax payments or amounts paid with Form 204 on this line.....	5	
6 <i>Subtract line 5 from line 4. If less than \$1,000, stop here. You do not owe the penalty. Do not file Form 221.....</i>	6	
7 <i>Multiply line 4 by 90% (.90).....</i>	7	
8 Enter the immediately preceding year's tax liability after tax credits. See instructions.....	8	
9 Required Annual Payment: Enter the lesser of line 7 or line 8.....	9	

		(a) Apr-17-2007	(b) Jun-15-2007	(c) Sep-17-2007	(d) Jan-15-2008
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: 8% (Apr-17-07 - Jun-30-07) Computation starting date for this period.....	16	Apr-17-07	Jun-15-07		
17 Number of days after the date on line 16 through the date the amount on line 15 was paid or June 30, 2007 whichever is earlier.....	17	Days:	Days:		
18 $\frac{\text{Number of days on line 17} \times 8\% \times \text{underpayment on line 15}}{365}$	18				
19 RATE PERIOD TWO: 8% (Jul-1-07 - Sep-30-07) Computation starting date for this period.....	19	Jun-30-07	Jun-30-07	Sep-17-07	
20 Number of days after the date on line 19 through the date the amount on line 15 was paid or September 30, 2007 whichever is earlier.....	20	Days:	Days:	Days:	
21 $\frac{\text{Number of days on line 20} \times 8\% \times \text{underpayment on line 15}}{365}$	21				
22 RATE PERIOD THREE: 8% (Oct-1-07 - Dec-31-07) Computation starting date for this period.....	22	Sep-30-07	Sep-30-07	Sep-30-07	
23 Number of days after the date on line 22 through the date the amount on line 15 was paid or December 31, 2007 whichever is earlier.....	23	Days:	Days:	Days:	
24 $\frac{\text{Number of days on line 23} \times 8\% \times \text{underpayment on line 15}}{365}$	24				
25 RATE PERIOD FOUR: *% (Jan-1-08 - Apr-15-08) Computation starting date for this period.....	25	Dec-31-07	Dec-31-07	Dec-31-07	Jan-15-08
26 Number of days after the date on line 25 through the date the amount on line 15 was paid or April 15, 2008 whichever is earlier.....	26	Days:	Days:	Days:	Days:
27 $\frac{\text{Number of days on line 26} \times * \% \times \text{underpayment on line 15 plus any penalty from Rate Periods One, Two and Three if the underpayment is unpaid as of January 1, 2008.....}}{366}$	27				
28 Penalty: Column (a) - <i>Add lines 18, 21, 24, 27. Enter the total on line 28 of column a.</i> Column (b) - <i>Add lines 18, 21, 24, 27. Enter the total on line 28 of column b.</i> Column (c) - <i>Add lines 21, 24, 27. Enter the total on line 28 of column c.</i> Column (d) - <i>Enter the amount from column d, line 27.</i>	28				
29 Penalty Limitation: In columns a through d, list the smaller of line 15 x 10% <u>or</u> the amount from line 28.....	29				
30 TOTAL PENALTY: <i>Add the amounts in columns a, b, c, and d, line 29 (see instructions).</i>	30				

