

*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 2008 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 2008 Arizona return.....	3	
4 <i>Subtract</i> line 3 from line 2.....	4	
5 Arizona tax withheld during 2008. Do not include any estimated tax payments or extension payments on this line .....	5	
6 <i>Subtract</i> line 5 from line 4. If less than \$1,000, <i>stop here</i> . You do not owe the penalty. <i>Do not file Form 221</i> .....	6	
7 <i>Multiply</i> line 4 by 90% (.90).....	7	
8 Enter the immediately preceding year's tax liability after tax credits. <i>See instructions</i> .....	8	
9 <b>Required Annual Payment:</b> <i>Enter the lesser of line 7 or line 8</i> .....	9	

		(a)	(b)	(c)	(d)
10 Payment date.....	10	Apr-15-2008	Jun-16-2008	Sep-15-2008	Jan-15-2009
11 <i>Divide</i> the amount on line 9 by the number of payments required for the year (usually four). <i>Enter the result in appropriate columns.</i> If you use any other installment method, <i>check this box</i> <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.....	11				
12 Estimated tax paid and income tax withheld. <i>See instructions</i> .....	12				
13 Overpayment: <i>See instructions</i> .....	13				
14 <i>Add</i> lines 12 and 13.....	14				
15 <b>Underpayment:</b> <i>Subtract</i> line 14 from line 11; <b>or</b> <b>Overpayment:</b> <i>Subtract</i> line 11 from line 14.....	15				

**Part B Underpayment of Estimated Tax Penalty**

16 <b>Rate Period One: 6%</b> (Apr-15-08 - Jun-30-08) Computation starting date for this period.....	16	Apr-15-08	Jun-16-08		
17 Number of days after the date on line 16 through the date the amount on line 15 was paid or June 30, 2008 whichever is earlier.....	17	Days:	Days:		
18 $\frac{\text{Number of days on line 17}}{366} \times 6\% \times \text{underpayment on line 15}$ .....	18				
19 <b>Rate Period Two: 5%</b> (Jul-1-08 - Sep-30-08) Computation starting date for this period.....	19	Jun-30-08	Jun-30-08	Sep-15-08	
20 Number of days after the date on line 19 through the date the amount on line 15 was paid or September 30, 2008 whichever is earlier.....	20	Days:	Days:	Days:	
21 $\frac{\text{Number of days on line 20}}{366} \times 5\% \times \text{underpayment on line 15}$ .....	21				
22 <b>Rate Period Three: 6%</b> (Oct-1-08 - Dec-31-08) Computation starting date for this period.....	22	Sep-30-08	Sep-30-08	Sep-30-08	
23 Number of days after the date on line 22 through the date the amount on line 15 was paid or December 31, 2008 whichever is earlier.....	23	Days:	Days:	Days:	
24 $\frac{\text{Number of days on line 23}}{366} \times 6\% \times \text{underpayment on line 15}$ .....	24				
25 <b>Rate Period Four: *%</b> (Jan-1-09 - Apr-15-09) Computation starting date for this period.....	25	Dec-31-08	Dec-31-08	Dec-31-08	Jan-15-09
26 Number of days after the date on line 25 through the date the amount on line 15 was paid or April 15, 2009 whichever is earlier.....	26	Days:	Days:	Days:	Days:
27 $\frac{\text{Number of days on line 26}}{365} \times *% \times \text{underpayment on line 15 plus any penalty from Rate Periods One, Two and Three if the underpayment is unpaid as of January 1, 2009}$ .....	27				
28 <b>Penalty:</b> <b>Column (a)</b> - <i>Add</i> lines 18, 21, 24, 27. <i>Enter the total</i> on line 28 of column a. <b>Column (b)</b> - <i>Add</i> lines 18, 21, 24, 27. <i>Enter the total</i> on line 28 of column b. <b>Column (c)</b> - <i>Add</i> lines 21, 24, 27. <i>Enter the total</i> on line 28 of column c. <b>Column (d)</b> - <i>Enter the amount from column d, line 27</i> .....	28				
29 <b>Penalty Limitation:</b> In columns a through d, <i>list the smaller of line 15 x 10% or the amount from line 28</i> .....	29				
30 <b>TOTAL PENALTY:</b> <i>Add</i> the amounts in columns a, b, c, and d, line 29 ( <i>see instructions</i> ).....	30				

Your Name (as shown on page 1)

Your Social Security No.

### Annualized Income Installment Worksheet

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

	Jan-1-08 to Mar-31-08	Jan-1-08 to May-31-08	Jan-1-08 to Aug-31-08	Jan-1-08 to Dec-31-08
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: <i>Multiply</i> line 1 by line 2 .....				
4 Enter your itemized deductions for the period shown in each column. If you do not itemize, <i>enter "zero"</i> and <i>skip to line 7</i> .....				
5 Annualized amounts .....				
6 Annualized itemized deductions: <i>Multiply</i> 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 <i>Subtract</i> 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 <i>Subtract</i> line 10 from line 9 .....				
12 Figure your tax on the amount on line 11 using Tax 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 <i>Subtract</i> line 13 from line 12. If zero or less, <i>enter "zero"</i> .....				
15 Applicable percentages.....				
16 <i>Multiply</i> line 14 by line 15.....				
17 Enter the combined amounts of line 23 from all preceding columns.....				
18 <i>Subtract</i> line 17 from line 16. If less than zero, <i>enter "zero"</i> .....				
19 <i>Divide</i> line 9 from page 1, of this Form 221, by four (4), and <i>enter the result in each column</i> .....				
20 Enter the amount from line 22 of the preceding column of this worksheet.....				
21 <i>Add</i> lines 19 and 20, and enter the total.....				
22 If line 21 is more than line 18, <i>subtract</i> line 18 from line 21. Otherwise, <i>enter "zero"</i> .....				
23 <i>Enter the smaller</i> of line 18 or line 21 here and on page 1, line 11.....				