

Attach to your return

Name (first, middle initial, last) If joint return, also give spouse's name and initial. Social Security Number

Part A Calculation of Underpayment

1 I am claiming an exception from the imposition of the estimated payment penalty because I qualified for federal relief under IRC §6654. Check box and see instructions. 2 Amount of tax for 2010 from Form 140, page 1, line 25, or form 140PY, page 1, line 28, or Form 140NR, page 1, line 28. 3 Tax credits claimed on your 2010 Arizona return. 4 Subtract line 3 from line 2. 5 Arizona tax withheld during 2010. Do not include any estimated tax payments or extension payments on this line. 6 Subtract line 5 from line 4. If less than \$1,000, stop here. You do not owe the penalty. Do not file Form 221. 7 Multiply line 4 by 90% (.90). 8 Enter the immediately preceding year's tax liability after tax credits. See instructions. 9 Required Annual Payment: Enter the lesser of line 7 or line 8.

Table with 4 columns: (a) Apr-15-2010, (b) Jun-15-2010, (c) Sep-15-2010, (d) Jan-18-2011. Rows 10-15 for payment dates and calculations.

Part B Underpayment of Estimated Tax Penalty

16 Rate Period One: 4% (Apr-15-10 through Jun-30-10) Computation starting date for this period. 17 Number of days after the date on line 16 through the date the amount on line 15 was paid or June 30, 2010 whichever is earlier. 18 Number of days on line 17 / 365 x 4% x underpayment on line 15. 19 Rate Period Two: 4% (Jul-1-10 through Sep-30-10) Computation starting date for this period. 20 Number of days after the date on line 19 through the date the amount on line 15 was paid or September 30, 2010 whichever is earlier. 21 Number of days on line 20 / 365 x 4% x underpayment on line 15. 22 Rate Period Three: 4% (Oct-1-10 through Dec-31-10) Computation starting date for this period. 23 Number of days after the date on line 22 through the date the amount on line 15 was paid or December 31, 2010 whichever is earlier. 24 Number of days on line 23 / 365 x 4% x underpayment on line 15. 25 Rate Period Four: \*% (Jan-1-11 through Apr-18-11) Computation starting date for this period. 26 Number of days after the date on line 25 through the date the amount on line 15 was paid or April 18, 2011 whichever is earlier. 27 Number of days on line 26 / 365 x \*% x underpayment on line 15 plus any penalty from Rate Periods One, Two and Three if the underpayment is unpaid as of January 1, 2011. 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. 29 Penalty Limitation: In columns a through d, list the smaller of line 15 x 10% or the amount from line 28. 30 TOTAL PENALTY: Add the amounts in columns a, b, c, and d, line 29 (see instructions).

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-1-10 to Mar-31-10	Jan-1-10 to May-31-10	Jan-1-10 to Aug-31-10	Jan-1-10 to Dec-31-10
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.....				