



Instructions for Handwritten Forms

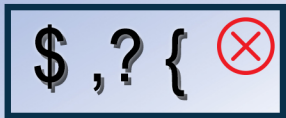
Guidelines



Do not use red ink
Use blue or black ink



Do not use dollar signs, commas, or other punctuation marks



Printing



Before printing select "actual size"



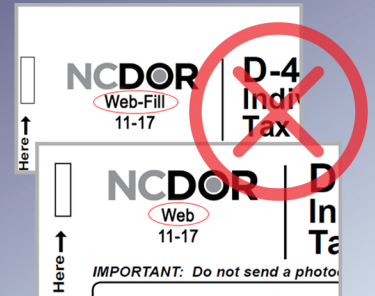
Do not select "print on both sides of paper"



Before Mailing



Do not mix form types



Do not submit photocopies of returns

Submit originals only



D-422A

2017 Annualized Income Installment Worksheet

Name(s) shown on tax return	Social Security Number

Instructions

If you do not receive your income evenly throughout the year because, for example, you operated your business on a seasonal basis, your required estimated tax payment for one or more periods may be reduced by completing the 2017 Annualized Income Installment Worksheet. (For additional information on determining estimated tax, see Form D-422, Underpayment of Estimated Tax by Individuals, available from the Department's website.)

The annualized income installment method annualizes your tax at the end of each period based on a reasonable estimate of your income and deductions relating to events that occurred from the beginning of the tax year through the end of the period. To see whether you were required to pay less for any period, complete the worksheet below.

If you use the 2017 Annualized Income Installment Worksheet for any payment due date, you must use it for all payment due dates. To arrive at the amount of each required installment, the worksheet automatically selects the smaller of the annualized income installment or the regular installment

(increased by the amount saved by using the annualized income installment method in figuring earlier installments). If you use the annualized income installment method, you must enter the amount of Line 23 from the worksheet below on Form D-422, Line 16, and check the box on that line. **Important:** If you annualized income, you must enter the letter **A** in the exception box located next to Line 26e of Form D-400 to avoid receiving an assessment for underpayment of estimated tax. (For more information on exceptions to underpayment of estimated tax, see Form D-401, Individual Income Tax Instructions, available from the Department's website.)

Important Information for Part-Year Residents and Nonresidents: Part-year residents and nonresidents should complete only the column(s) for the period(s) in which they had income from North Carolina sources. For example, if the income from North Carolina sources was received in November only, complete only the last column. In addition, part-year residents and nonresidents must multiply any amount(s) on Line 13 by the decimal amount shown on Form D-400, Line 13, before determining the tax on Line 14.

<p align="center">2017 Annualized Income Installment Worksheet</p> <p align="center">Complete Lines 1 through 23 of one column before going to Line 1 of the next column</p>	1-1-17 to 3-31-17	1-1-17 to 5-31-17	1-1-17 to 8-31-17	1-1-17 to 12-31-17
1. Enter your federal adjusted gross income for each period				
2. Enter the applicable additions to federal adjusted gross income for each period (From 2017 Form D-400, Line 7)				
3. Add Line 1 plus Line 2				
4. Enter the applicable deductions from federal adjusted gross income for each period (From 2017 Form D-400, Line 9)				
5. Line 3 minus Line 4				
6. Annualized amounts	4	2.4	1.5	1
7. Annualized Income. Multiply Line 5 by Line 6				
8. N.C. itemized deductions for each period. (From 2017 Form D-400, Line 11) Important: If you do not claim N.C. itemized deductions, enter zero and skip to Line 11.				
9. Annualized amounts	4	2.4	1.5	1
10. Multiply Line 8 by Line 9				
11. N.C. standard deduction (From 2017 Form D-400, Line 11)				
12. Enter Line 10 or 11, whichever is larger				
13. Line 7 minus Line 12				
14. Figure your tax by multiplying the amount on Line 13 by 5.499% (.05499). Subtract the tax credits shown on Form D-422, Part 1, Line 2; enter the net amount for each period.				
15. Applicable percentage	22.5%	45%	67.5%	90%
16. Multiply Line 14 by Line 15				
17. Enter the total of the amounts in all previous columns of Line 23				
18. Line 16 minus Line 17. If less than zero, enter zero.				
19. Divide the amount on Form D-422, Part 1, Line 8 by 4 and enter the result in each column				
20. Enter the amount from Line 22 for the preceding column				
21. Add Line 19 plus Line 20				
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 Form D-422, Line 16				