

**Short Method Underpayment of Estimated Tax by Individuals**

Name	Social Security Number
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1. Enter amount from line 54 2011 IA 1040 (balance before surtax). 1. _____
2. Enter 2011 Iowa refundable credits (total of IA 1040 lines 62 to 66). 2. _____
3. Balance: Subtract line 2 from line 1. 3. _____
4. Multiply line 3 by 90% (0.90). 4. _____
5. Enter 2010 Iowa tax amount (before surtax less refundable credits)* 5. _____
6. Enter the smaller of line 4 or line 5. 6. _____
7. Enter the total of 2011 Iowa withholding and estimate payments
(IA 1040 lines 60 & 61) 7. _____
8. Tax balance to calculate IA 2210S: Subtract line 7 from line 6
(if less than \$200, STOP; you do not owe 2210 penalty).. 8. _____
9. Multiply line 8 by 0.033177 9. _____

If full payment was made on or after April 30, 2012, enter the amount from line 9 on line 73 of the IA 1040. This is your 2210S penalty

If full payment was made before April 30, 2012, complete lines 10 through 14.

10. Enter line 8 above or the amount of estimated taxes paid, whichever is less. 10. _____
11. Enter the number of days from date of payment to April 30. 11. _____
12. Multiply line 11 by line 10. 12. _____
13. Multiply line 12 by 0.00013661. 13. _____
14. Balance: Subtract line 13 from line 9. Enter the amount from line 14 on line 73 of
the IA 1040. This is your IA 2210S penalty. 14. _____

*110% of 2010 if federal AGI is over \$150,000 (\$75,000 if married filing separate) and add bonus depreciation

WHO MAY USE THIS FORM

You may use the short method for 2210 penalty if:

- You did not make any estimated payments, or
- You paid the same amount of estimated tax on each of the four payment due dates.

You must use the regular method to calculate your 2210 penalty if:

- You made any estimated tax payments late,
- You choose to annualize your income for 2210 penalty calculations.

Note: If any payment was made earlier than the due date for that payment, you may use the short method, but using it may cause you to pay a larger penalty than the regular method. If the payment was only a few days early, the difference is likely to be small.



INSTRUCTIONS — IA 2210S

A. Purpose of This Form:

If you are an individual taxpayer other than a qualifying farmer or fisher, you may be able to use this form to determine whether your income tax was sufficiently paid throughout the year by withholding or by estimated payments. If not, you may owe a penalty.

B. How to Avoid Underpayment Penalty:

Taxpayers may avoid underpayment penalty if their estimated payments for 2011, made on or before the required dates for payment, plus Iowa tax withheld for 2011, are equal to the lesser of:

- (1) 90 % of the tax shown on the 2011 return; **or**
- (2) 100% of the tax shown on the 2010 return if their 2010 federal AGI is \$150,000 (\$75,000 for married filing separate federal returns) or less; **or**
- (3) 110% of the tax shown on the 2010 return if their 2010 federal AGI is greater than \$150,000 (\$75,000 for married filing separate federal returns) plus any bonus depreciation adjustment.

The taxpayer's 2010 return must have covered a period of 12 months.

C. Filing an Estimate and Paying the Tax, Calendar Year Taxpayers:

The form **IA 1040ES** is used to estimate and mail your quarterly tax payments. Estimated tax payments are due on the last day of April, June, and September of 2011, and final payment by January 31, 2012.

NOTE: If any date shown falls on a weekend, federal holiday, or legal holiday as defined in Iowa Code section 4.1(34), substitute the next regular working day.

LINE INSTRUCTIONS

Line 8 - If the total from line 8 is less than \$200, STOP; you do not owe 2210 penalty. If line 8 is \$200 or more, continue to line 9.

Line 9 - Multiply the amount on line 8 by 0.033177. If full payment was made on or after April 30, 2012, this is your IA 2210S penalty to be entered on line 73 of the IA 1040.

Line 10 - If full payment was made before April 30, 2012, enter the smaller of the amount on line 8 or the amount of estimated taxes paid. Complete lines 11 through 14 to determine your IA 2210S penalty to be entered on line 73 of the IA 1040.

Waiver of Penalty: The underpayment of estimated tax penalty may be waived if the underpayment was due to casualty, disaster, or other unusual circumstances. The penalty may also be waived if the taxpayer retired at age 62 or later, or became disabled in the tax year for which the estimated payments were required, and such underpayment was due to reasonable cause and not to willful neglect.

Farmers and Fishers: If two-thirds of your gross income is received from farming or fishing, different rules apply. See the instructions for the **IA 2210F** form.