Tax year:

Form 37   2015

Underpayment of Oregon Corporation Estimated Tax

0271150101010000

Legal name of corporation as shown on your Oregon corporate return | FEIN

Current and prior year information

1. Current year net excise or income tax (from Form 20, Form 20-I, Form 20-S, or Form 20-INS) ....1 [ ]
2. Prior year net excise or income tax **(high-income taxpayers, see instructions)** ....2 [ ]

Part I—Figuring the underpayment

	(a)	(b)	(c)	(d)
3. Enter the exception number claimed for each quarter: (e.g.1, 2, 3, or 4)...3	●	●	●	●
4. Required installments. Enter the lesser of lines 12, 13, 14, or 15 for each column......4				
5. Underpayment from line 11 of preceding column..............5				
6. Total tax due. Add lines 4 and 5 6				
7. Estimated tax paid or credited for each period ...7				
8. Overpayment from line 10 of preceding column 8				
9. Total tax paid. Add lines 7 and 8......9				
10. Overpayment. If line 6 is less than line 9, subtract line 6 from line 9 10				
11. Underpayment. If line 9 is less than or equal to line 6, subtract line 9 from line 6 11				

Part II—Figuring the required installments

Do not enter zero on lines 14 or 15 unless you have computed exception 3, line 14 (use worksheet on page 2) or exception 4, line 15 (see instructions) and calculated a loss for the quarter.

	(a)	(b)	(c)	(d)
12. Exception 1: Current year net tax 12	25% of line 1	25% of line 1	25% of line 1	25% of line 1
13. Exception 2: Prior year net tax (high-income taxpayers may use this exception for the first installment only—see instructions).................13	25% of line 2	25% of line 2	25% of line 2	25% of line 2
14. Exception 3: Net annualized tax (from line 22).........................14	25% of line 22	25% of line 22	25% of line 22	25% of line 22
15. Exception 4: Recurring seasonal income (see instructions) 15				

Exception 3 worksheet—To figure annualized income

	(a)	(b)	(c)	(d)
16. Number of months in annualization period (see instructions).....16				
17. Actual income for the period on line 16, less net losses carried forward from prior tax years..........17				
18. Annualization factors based on selected annualized period (see instr.) 18				
19. Annualized income (line 17 x line 18).....19				
20. Annualized tax (see tax rate chart in instr. for Form 20, 20-I, 20-INS, or 20-S)..............20				
21. Less credits corporation is entitled to for months shown in each column on line 16.........21				
22. Net annualized tax (use to figure line 14)....22				

Part III—Interest on underpayments (see instructions)

	(a)	(b)	(c)	(d)
23. Enter the amount of underpayment from line 11. If no underpayment, enter 0...23				
24. Date estimated payment was due.........24				
25. Date underpayment was paid or the due date of the **following installment,** whichever is earlier.......25				
26. Number of full months between dates on lines 24 and 25.............26				
27. Number of days in a partial month between dates on lines 24 and 25...27				
28. Number of full months on line 26 x monthly interest rates x line 23...28				
29. Number of days on line 27 x daily interest rates x line 23...............29				
30. Interest due (line 28 plus line 29) 30				

31. Total interest due [add line 30, columns (a), (b), (c), and (d)].. 31 [ ]

Enter the amount from line 31 above on the "interest on underpayment of estimated tax" line of Form 20,
Form 20-I, Form 20-S, or Form 20-INS. Include this form with your return and check the "Form 37" box.

Form 37 instructions

If your current year corporation tax liability, including the minimum tax, is less than $500 you are not required to make estimated payments. Do not complete this form.

Line 13—Exception 2. To qualify to use this exception, your prior year return must cover a period of 12 months and show a tax liability.

A **high-income taxpayer** has federal taxable income, before net operating loss and capital loss carryovers and carrybacks, of $1,000,000 or more in any one of the last three years, not including the current year.

If you are a **high-income taxpayer,** exception 2 only applies to the **first** installment payment, and any reduction to the first installment payment due to exception 2 **must** be added to the second installment payment.

The reduction amount that must be added to the second installment is the lesser of the exception amounts on lines 12, 14, and 15 in column (a), minus the exception 2 amount on line 13 in column (a).

Add the reduction amount to the lesser of the exception amounts on lines 12, 14, and 15 in column (b) and enter the result on line 4 as the required second installment.

Line 14—Exception 3. This applies to taxpayers using the annualized income installment method. See the instructions for lines 16 and 18.

Line 15—Exception 4. This applies to taxpayers with recurring seasonal income. The taxpayer must pay, by each installment due date, an amount equal to 100 percent of the amount by applying Section 6655(e)(3)(C) of the Internal Revenue Code (IRC) to Oregon taxable income. Include a schedule of your computation.

Line 16—Annualization periods. If you did not elect to use the optional annualization periods for federal purposes allowable under section 6655(e)(2)(C) of the IRC, you must use the standard Oregon annualization periods provided in ORS 314.525(2)(c)(A). If you elected to use the optional annualization periods for federal purposes, you must use the same annualization periods for Oregon.

Months in annualization periods

	1st quarter	**2nd quarter**	**3rd quarter**	**4th quarter**
Standard Oregon periods	3	3 or 5	6 or 8	9 or 11
Federal option #1	2	4	7	10
Federal option #2	3	5	8	11

Line 18—Annualization factors. The annualization factor is based on the number of months in the annualization period.

Annualization factor

Number of months	2	3	4	5	6	7	8	9	10	11
Annualization factor	6	4	3	2.4	2	1.714	1.5	1.333	1.2	1.091

Lines 30 and 31—Interest is computed on the underpayment amount from part III, line 23. Interest rates may change once a calendar year. The chart below shows the interest rates and effective dates.

Interest rates

For periods beginning	**Annual**	**Monthly**	**Daily**
January 1, 2016	4%	0.3333%	0.0110%
January 1, 2015	4%	0.3333%	0.0110%
January 1, 2014	4%	0.3333%	0.0110%

Include with your return if you owe interest or meet an exception and check the "Form 37" box on the return.