



2005 Underpayment of Estimated Tax by Individuals and Fiduciaries

15-30-241, MCA

MONTANA
EST-I
Rev. 12-05

Your first name and middle initial	Last name	Your social security number
Spouse's first name and initial	Last name	Social security number

Part I Required Annual Payment — All filers must complete this part

1. Enter your 2005 combined total tax due reported on Form 2, line 57, or Form 2S, line 19, or Form FID-3, line 50... 1. _____
2. Multiply line 1 by 90% (.90). 2. _____
3. Combine the amounts on Form 2, line 58, that portion of line 59 that includes amounts credited from prior year's tax refunds, and line 61. (If you are "married filing separately on the same form", enter the sum of columns A and B).
If you are filing Form 2S, combine lines 20 and 21. If you are filing Form FID-3, combine the amounts on line 51,
that portion of line 52 that includes amounts credited from prior year's tax refunds, and line 54. 3. _____
4. Subtract line 3 from line 1. If your result is \$500 or less, stop here, you do not owe interest on your underpayment. 4. _____
5. Enter the 2004 income tax liability that you reported on your 2004 Form 2, line 54, or Form 2S, line 31 or
Form FID-3, line 41 5. _____
6. Required annual payment. Enter the smaller of line 2 or line 5. If line 3 is equal to
or more than line 6, stop here, no penalty is due. 6. _____

Part II Short Method — Use this method if you did not make estimated tax payments or if you made estimated tax payments on the due dates and in four equal amounts. Otherwise, use the regular method (Part III).

7. Enter the amount, if any, from line 3 above. 7. _____
8. Enter the total amount, if any, of estimated tax payments made including
amounts credited from prior years. 8. _____
9. Add lines 7 and 8. 9. _____
10. Subtract line 9 from line 6. If the result is zero or less, stop here. You do not owe interest on your
underpayment. This is your total underpayment for 2005. 10. _____
11. Multiply line 10 by .07980 and enter the result. 11. _____
12. If the amount on line 10 was paid on or after April 17, 2006, enter zero.
If the amount on line 10 was paid before April 17, 2006, multiply amount on line 10 by
number of days paid before April 17, 2006 x .0003288. 12. _____
13. Subtract line 12 from line 11 and enter the result here and on Form 2, line 64a or Form 2S, line 23a,
or Form FID-3, line 56a. **This is your interest on the underpayment of estimated taxes** 13. _____

Part III Regular Method — Use this method if you made payments of unequal amounts. The due dates shown are for calendar year taxpayers. Adjust these dates accordingly for fiscal year returns.

Complete lines 14 through 17 in each column before going to line 18.

14. Divide line 6 by four (4) and enter the result in each
column. 14.
15. Enter amount of estimated tax paid on each date. 15.
16. Enter one-fourth of the amount on line 3 in each column. 16.
17. Add lines 15 and 16. This is your total payment. 17.

	A	B	C	D
	4/15/05	6/15/05	9/15/05	1/15/06
14.				
15.				
16.				
17.				

Complete lines 18 through 27 of one column before going to the next column

18. Enter amount, if any, from line 25 of previous column. 18.
19. Add lines 17 and 18. 19.
20. Enter amount on line 24 of the previous column. 20.
21. Subtract line 20 from line 19. If zero or less, enter zero. For
column A only, enter the amount from line 17. 21.
22. If the amount on line 21 is zero, subtract line 19 from
line 20. Otherwise, enter zero. 22.
23. **Underpayment.** If line 14 is equal to or greater than
line 21, subtract line 21 from line 14. Then go to
line 24. Otherwise, go to line 25. 23.
24. Add lines 22 and 23. Enter here, then go to line 27. 24.
25. **Overpayment.** If line 21 is more than line 14, subtract line
14 from line 21. Then go to line 18 of next column. 25.
26. Number of days until next estimated payment date. 26.
27. **Interest.** $\frac{\text{line 24} \times \text{days from line 26}}{365 \text{ days}} \times 12\%$ 27.

18.				
19.				
20.				
21.				
22.				
23.				
24.				
25.				
26.	61	92	124	90
27.				

28. **Underpayment Interest.** Add the amounts on line 27 of each column.
Enter total here and on line 64a of Form 2, line 23a of Form 2S, or line 56a of Form FID-3. ..28. \$

Part IV Annualized Income Installment Method Worksheet — Complete lines 29 through 53 only if computing installments using annualized income installment method.

Complete each column beginning with Column A through line 53 before completing the next column.

	A	B	C	D
	1/1/05 to 3/31/05	1/1/05 to 5/31/05	1/1/05 to 8/31/05	1/1/05 to 12/31/05
29. Montana adjusted gross income for the period. 29.				
30. Annualization amounts. 30.	4	2.4	1.5	1
31. Annualized income. Multiply line 29 by line 30. 31.				
32. *Enter your itemized deductions for the period shown. 32.				
33. Annualization amounts. 33.	4	2.4	1.5	1
34. Multiply line 32 by line 33. 34.				
35. **Enter the full amount of your standard deduction. 35.				
36. Enter the larger of line 34 or line 35. 36.				
37. Subtract line 36 from line 31. 37.				
38. Multiply \$1,900 by number of exemptions. 38.				
39. Subtract line 38 from line 37. 39.				
40. Figure the tax on the amount on line 39 using the tax table below. 40.				
41. If you have net capital gains included in your Montana adjusted gross income on line 29, multiply the net capital gains amount by .01 (1%) and enter the result of your capital gains credit here. 41.				
42. Subtract line 41 from line 40 and enter the result here. 42.				
43. Enter nonrefundable tax credits for each period. 43.				
44. Subtract line 43 from line 42. 44.				
45. Applicable percentage. 45.	22.5%	45%	67.5%	90%
46. Multiply line 44 by line 45. 46.				
47. Add the amounts in all preceding columns of line 53. 47.	-0-			
48. Subtract line 47 from line 46. If less than zero enter zero. 48.				
49. Divide line 6, Part I of this form, by four (4) and enter the result in each column. 49.				
50. Enter the amount from line 52 of the preceding column of this worksheet. 50.				
51. Add lines 49 and 50 in each column and enter the result. 51.				
52. If line 51 is more than line 48, subtract line 48 from line 51. Otherwise, enter zero. 52.				
53. Enter the smaller of line 48 or line 51 here and on line 14 of Part III. 53.				

*If you do not itemize deductions, enter zero.

** The standard deduction is 20% (.20) of line 31, subject to the following limitations:

Single or separate: No less than \$1,580; no more than \$3,560

Married or head of household: No less than \$3,160; no more than \$7,120

Tax Table					
If Taxable	But not		If Taxable	But not	
Income is Over	Over	Multiply by and Subtract = Tax	Income is Over	Over	Multiply by and Subtract = Tax
\$ 0	\$ 2,300	X 1% \$ 0	\$ 8,400	\$10,800	X 5% \$ 210
\$ 2,300	\$ 4,100	X 2% \$ 23	\$10,800	\$13,900	X 6% \$ 318
\$ 4,100	\$ 6,200	X 3% \$ 64	\$13,900		X 6.9% \$ 443
\$ 6,200	\$ 8,400	X 4% \$126			

Example = taxable income \$4,000 x 2% (.02) = \$80 subtract \$23 = \$57 tax

Questions? Please call us at (406) 444-6900 or TDD (406) 444-2830 for hearing impaired. ☎

When you file your Montana income tax return electronically, you represent that you have retained all documents required as a tax record and that you will provide a copy to the department upon request.