Clear Form

Montana Department of REVENUE

MONTANA
ESA-FID
Rev 04 15

# 2016 Fiduciary Estimated Tax Annualization Worksheet

| Name of Estate or Trust | Federal Employer Identification Number |
|---|---|
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A fiduciary should complete Form ESW-FID (Fiduciary Estimated Income Tax Worksheet) before beginning this worksheet. Complete one column of this worksheet before continuing on to the next.

| | Jan 1 - Mar 31 | Jan 1 - May 31 | Jan 1 - Aug 31 | Jan 1 - Dec 31 |
|---|---|---|---|---|
| | 1st Period 2016 | 2nd Period 2016 | 3rd Period 2016 | 4th Period 2016 |
| 1. Enter your Montana adjusted gross income for each period (see instructions) ..... 1. | | | | |
| 2. Enter the expected income distribution deduction for each period ..... 2. | | | | |
| 3. Subtract line 2 from line 1. If zero or less, enter zero ..... 3. | | | | |
| 4. Annualization amounts ..... 4. | 4 | 2.4 | 1.5 | 1 |
| 5. Multiply line 3 by line 4 and enter results (annualized income) ..... 5. | | | | |
| 6. Exemption ..... 6. | 2,330 | 2,330 | 2,330 | 2,330 |
| 7. Subtract line 6 from line 5. If zero or less, enter zero ..... 7. | | | | |
| 8. Figure your tax on the amount on line 7 (see instructions) .... 8. | | | | |
| 9. If the estate/trust has net capital gains included on line 3, multiply the net capital gains amount by 2% (0.020) and enter the result ..... 9. | | | | |
| 10. Subtract line 9 from line 8 ..... 10. | | | | |
| 11. Enter nonrefundable tax credits for each period ..... 11. | | | | |
| 12. Subtract line 11 from line 10. **This is your total tax.** ..... 12. | | | | |
| 13. Applicable percentage ..... 13. | 22.5% (0.225) | 45% (0.450) | 67.5% (0.675) | 90% (0.900) |
| 14. Multiply line 12 by line 13 ..... 14. | | | | |
| 15. Add amounts in all preceding columns of line 21 ..... 15. | | | | |
| 16. Annualized income installment. Subtract line 15 from line 14. If zero or less, enter zero ..... 16. | | | | |
| 17. Divide line 9 of Form ESW-FID by four (4) and enter result in each column ..... 17. | | | | |
| 18. Enter the amount from line 20 of the preceding column .. 18. | | | | |
| 19. Add lines 17 and 18 ..... 19. | | | | |
| 20. If line 19 is more than line 16, subtract line 16 from line 19, otherwise enter zero ..... 20. | | | | |
| 21. Enter the smaller of either line 16 or line 19 ..... 21. | | | | |
| 22. Enter estimated 2016 withholding for each period ..... 22. | | | | |
| 23. Enter the amount of your overpayments from the prior year ..... 23. | | | | |
| 24. Enter the estimated amount of refundable credits for each period ..... 24. | | | | |
| 25. Subtract lines 22 through 24 from line 21. **This is your required estimated tax payment for each quarter.** .... 25. | | | | |

If a fiduciary files a Montana income tax return for estates and trusts electronically, the fiduciary does not need to mail this form to us unless we ask for a copy. When a fiduciary files electronically, the fiduciary represents that an estate or trust has retained the required documents as part of its tax records and will provide them upon the department's request.

## General Information on Annualizing

If the income of an estate or trust fluctuates or is seasonal, a fiduciary may be able to lower the amount of one or more required estimated tax installments by annualizing the income. To see if an estate or trust can pay less for any period, first complete the Fiduciary Estimated Income Tax Worksheet (Form ESW-FID), then complete the Fiduciary Estimated Tax Annualization Worksheet (Form ESA-FID). Complete one column before continuing on to the next. This worksheet annualizes the tax at the end of each period based on a reasonable estimate of income and deductions from the beginning of the tax year through the end of each period. If a fiduciary uses the annualized income worksheet for any payment due date, a fiduciary has to use it for all subsequent payment due dates. If a fiduciary uses the annualized income installment method, then include the Form ESA-FID with the estate or trust's tax return if filing on paper.

## Form ESA-FID Instructions

To figure the amount of each required installment, the worksheet selects the smaller of the annualized income installment or the regular installment (that has been increased by the amount saved by using the annualized income installment method in figuring any earlier installments).

Line 1 For each period (column), figure the total income including adjustments to income. Include income or loss items from partnerships or S corporations for the period.

Line 2 For each period (column), figure the total income distribution deduction.

Line 6 To compute the tax, use the tax table below.

**2015 Montana Individual Income Tax Table**

| If Your Taxable Income Is More Than | But Not More Than | Multiply Your Taxable Income By | And Subtract | This Is Your Tax |
|---|---|---|---|---|
| $0 | $2,800 | 1% (0.010) | $0 | |
| $2,800 | $5,000 | 2% (0.020) | $28 | |
| $5,000 | $7,600 | 3% (0.030) | $78 | |
| $7,600 | $10,300 | 4% (0.040) | $154 | |
| $10,300 | $13,300 | 5% (0.050) | $257 | |
| $13,300 | $17,100 | 6% (0.060) | $390 | |
| More Than $17,100 | | 6.9% (0.069) | $544 | |

For example: Taxable income $6,800 X 3% (0.030) = $204. $204 minus $78 = $126 tax

**Administrative Rules of Montana:** 42.17.305, 42.17.308 and 42.17.309

***Questions?*** Please call us toll free at (866) 859-2254 (in Helena, 444-6900).