

## Worksheet VI-C - New Vehicle Taxes and Fees Deduction

1	Enter the taxes and fees you paid for the purchase of a new motor vehicle after February 16, 2009 eligible for the deduction. ▶		1
2	Enter the amount from Form 2, line 41. ▶	2	
3	If married filing jointly, enter \$250,000. Otherwise, enter \$125,000. ▶	3	
4	Is the amount on line 2 more than the amount on line 3? No ▶ Your deduction is not limited. The full amount may be included on Form 2, Schedule III, line 11. Yes ▶ Subtract line 3 from line 2. Enter result here. ▶	4	
5	Divide line 4 by \$10,000. Enter the result as a decimal. If the result is 1.0 or more, enter 1.0. ▶		5
6	Multiply line 1 by line 5. ▶		6
7	Subtract line 6 from line 1. Enter the result here and on Form 2, Schedule III, line 11. ▶		7

## Worksheet VII - Calculation of Interest on Underpayment of Estimated Taxes - Short Method

You are required to pay your income tax liability throughout the year. You can make your payments through employer withholding, through installment payments of estimated taxes, or through a combination of both.

You are not required to make estimated tax payments if one of the following conditions relate to you:

- Your combined tax liability after you applied your withholding and estimated tax payments is less than \$500.
- You did not have a 2008 income tax liability and you were a citizen or resident of the United States the entire year.
- Your underpayment was due to a casualty, disaster, or another unusual circumstance.
- You retired in either 2008 or 2009 after reaching the age of 62.
- You become disabled in either 2008 or 2009.
- You are a farmer or rancher and 66 2/3% of your 2009 gross income is derived from your farming and ranching operation. Your 66 2/3% farming and ranching income is determined annually and is based on your 2008 gross income. Please note that Montana does not use the same "look back" period that the Internal Revenue Service uses to determine the percentage of your farming and ranching income for federal income tax purposes.

If you did not pay in advance at least 90% of your 2009 income tax liability (after applying your credits) or 100% of your 2008 income tax liability (after applying your credits), you may have to pay interest on the underpayment of your estimated taxes.

If you are required to pay interest on your underpayment, you can use this short method to determine your interest, but you can use this short method only if:

- You made no estimated tax payments (in other words, your only payments were Montana withholding), or
- You made four equal estimated payments by the required due dates.

If you are not eligible to use this short method to calculate your interest on your underpayment, use Montana Form EST-I, Interest on Underpayment of Estimated Tax Payments. You can get this form by visiting our website at [revenue.mt.gov](http://revenue.mt.gov) or by calling us toll free at (866) 859-2254 (in Helena, 444-6900).

If you are "married filing separately on the same form," enter the sum of columns A and B for each item.

1	Enter your 2009 combined total tax due reported on Form 2, line 53 here. ▶		1
2	Multiply line 1 by 90% (0.90) and enter the result here. ▶		2
3	Combine the amounts on Form 2, lines 54, 55 and 56, that portion of line 57 that includes amounts credited from prior year's tax refunds, and line 59. Enter the result here. ▶		3
4	Subtract line 3 from line 1 and enter the result here. If your result is \$500 or less, stop here; you do not owe interest on your underpayment. ▶		4
5	Enter here the 2008 income tax liability that you reported on your 2008 Form 2, line 53, 2008 Form 2M, line 47, or 2008 Form 2EZ, line 15 here. ▶		5
6	Enter the smaller of line 2 or line 5 here. ▶		6
7	Combine the amount on line 3 above with the estimated tax payments that you reported on your 2009 Form 2, line 57. Enter the result here. ▶		7
8	Subtract line 7 from line 6. If the result is zero or less, stop here; you do not owe interest on your underpayment. <b>This is your total underpayment for 2009.</b> ▶		8
9	Multiply line 8 by 0.05320 and enter the result here. ▶		9
10	If you paid the amount on line 8 on or after April 15, 2010, enter zero. If you paid the amount on line 8 before April 15, multiply the amount on line 8 by the number of days you paid before April 15 by 0.0002192 and enter the amount here. ▶		10
11	Subtract line 10 from line 9. Enter the result here and on Form 2, line 65. <b>This is your interest on the underpayment of estimated taxes.</b> ▶		11