

FORM

41ESR

TC41ESR

9-24-02

UNDERPAYMENT OF ESTIMATED TAX BY CORPORATIONS

2002

Attach to Form 41 or Form 41S

Month	Day	Year	Month	Day	Year
For calendar year 2002, or fiscal year beginning		02	ending		
Business name			Federal employer identification number		

PART 1 -- UNDERPAYMENT COMPUTATION

1. Enter the 2002 income tax liability. ....

2. Enter credits for Idaho tax on fuels claimed on the 2002 corporate return. ....

3. Subtract line 2 from line 1. If the result is less than \$500, do not complete this form. ....

4. Multiply line 3 by 90%. ....

5. Enter the income tax liability shown on the 2001 tax return. ....

6. Estimated tax. Enter the smaller of line 4 or line 5. ....

1
2
3
4
5
6

7. Enter the installment due dates that correspond to the 15th day of the 4th, 6th, 9th and 12th months of the tax year .....

8. Enter 25% of line 6 in each column. (If income is annualized, use amounts from line 28.) .....

9. Amount paid or credit for each period .....

10. Enter the amount from line 14 of the preceding column. ....

11. Amount applied to previous installment .....

12. Add lines 9 and 10 and subtract line 11. ....

13. Underpayment. Subtract line 12 from line 8. ....

14. Overpayment. Subtract line 8 from line 12.

INSTALLMENTS			
A	B	C	D

PART II -- UNDERPAYMENT INTEREST COMPUTATION

15. Enter date of payment, or the 15th day of the 4th month after end of tax year, whichever is earlier. ....

16. Number of days from due date of installment on line 7 to the date shown on line 15 .....

17.  $\frac{\text{Number of days on line 16}}{\text{Number of days in tax year}}$  X interest rate .....

18. Multiply line 17 by the underpayment on line 13. ....

19. Add line 18, columns A through D. Enter here and on line 56, Form 41 or line 60, Form 41S.


PART III -- ANNUALIZED INCOME INSTALLMENT METHOD

20. Enter Idaho annualized taxable income. ....

21. Multiply line 20 by 7.6%. ....

22. Enter other taxes for each payment period. ....

23. Enter tax credits for each period. ....

24. Total tax. Add lines 21 and 22 and subtract line 23. ....

25. Applicable percentage .....

26. Multiply line 24 by line 25. ....

27. Enter the total of line 28, from all previous columns. ....

28. Subtract line 27 from line 26. Enter on line 8, Part I.

1	2	3	4
22.5%	45%	67.5%	90%

# Instructions for Idaho Form 41ESR

A corporation must make estimated tax payments to the State Tax Commission if it is required to make estimated payments to the Internal Revenue Service and will have an Idaho income tax liability of \$500 or more. Estimated payments are not required if the corporation was not required to file an Idaho return the previous tax year.

A corporation uses Form 41ESR to determine whether it underpaid its estimated tax and to compute the interest on any underpaid amount. Additional copies of this form may be needed in cases where multiple payments are made and applied to the underpayment of a prior period.

## PART I. UNDERPAYMENT COMPUTATION.

Complete Part I to determine if you have an underpayment for any of the payment periods.

**Line 1.** Enter the tax amount reported on the 2002 return. For Form 41, this is the amount on line 55 minus the amount on line 50. For Form 41S, this is the amount on line 59 minus the amount on line 55.

**Line 2.** Enter the total of the special fuels tax refund and the gasoline tax refund claimed on the corporate return. For Form 41, this is the amount on line 59. For Form 41S, this is the amount on line 63.

**Line 5.** Enter the tax amount reported on the 2001 return. For Form 41, this is the amount on line 53 minus the amount on line 50. For Form 41S, this is the amount on line 56 minus the amount on line 54.

**Line 6.** Enter the smaller of lines 4 or 5. If you used annualized income to determine your estimated payments, use Part III to show the annualized computation.

**Line 7.** Enter the installment dates for your estimated payments. The installment due dates for Idaho's estimated tax payments will be the same due dates required for your federal estimated tax payments.

**Line 8.** Multiply the amount on line 6 by 25%. This is the required installment for each quarter. If income is annualized, enter the amounts from line 28.

Complete lines 9 through 14 for one column before completing the next column.

**Line 9.** Enter the estimated payments made during the payment period. For column A only, include the amount credited to 2002 payments from your 2001 return and estimated payments made by the 15th day of the 4th month of the tax year. In column B, enter payments made after the 15th day of the 4th month through the 15th day of the 6th month of the tax year. In column C, enter payments made after the 15th day of the 6th month through the 15th day of the 9th month of the tax year. In column D, enter payments made after the 15th day of the 9th month through the 15th day of the 12th month of the tax year.

**Line 10.** Enter any overpayment shown on line 14 of the previous column.

**Line 11.** If you had any underpayment in the previous column, enter the amount of this period's payment that will be applied to the underpayment.

**Line 13.** If your payments on line 12 are less than the payments due on line 8, subtract line 12 from line 8 and enter your underpayment here. If line 13 shows an underpayment, complete Part II to compute the interest.

**Line 14.** If your payments on line 12 are more than the payments due on line 8, subtract line 8 from line 12 and enter your overpayment.

## PART II. UNDERPAYMENT INTEREST COMPUTATION.

If you computed an underpayment on line 13 of Part I, use this part to compute the interest due on the underpayment.

**Line 15.** Enter the date you made a payment which was applied to the underpayment amount shown on line 13, or enter the 15th day of the 4th month following the close of the tax year, whichever is earlier.

**Line 16.** Enter the number of days from the due date of the installment shown on line 7 to the date shown on line 15.

**Line 17.** Divide the number of days shown on line 16 by the number of days in the tax year. Multiply the results by the interest rate. The interest rate for 2002 was 7%. The interest rate for 2003 is 5%.

**Line 18.** Multiply the applicable interest rate by the underpayment shown on line 13.

Complete columns B through D, lines 7 through 18. For a short period return, complete the appropriate number of columns.

**Line 19.** Add the amounts shown on line 18, columns A through D. Enter the total here and on Form 41 or Form 41S.

## PART III. ANNUALIZED INCOME INSTALLMENT METHOD.

If your estimated payments are based on annualized income for federal purposes, you may use that same method to make Idaho estimated payments. Use the worksheet for federal Form 2220 to compute the federal annualized income.

**Line 20.** If you are a 100% Idaho corporation, enter your federal annualized income adjusted for Idaho additions and subtractions for each period. If the corporation is multistate, multiply the federal annualized income, adjusted for Idaho additions and subtractions, by the apportionment factor and enter the results.

**Line 25.** Idaho law requires that quarterly estimated payments be at least 90% of the tax due on the return.