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Rev. (07/24/2025)

IT-CR UET

Department of Revenue
Taxpayer Services Division

GEORGIA

UNDERPAYMENT OF ESTIMATED TAX BY COMPOSITE FILERS
(Attach this form to Form IT-CR)

For tax years 2025 and later

ENTITY NAME	I.D. NUMBER

HOW TO FIGURE YOUR UNDERPAYMENT
(Complete Lines 1 through 5)

1. Tax (from Form IT-CR Line 1)	1.	
2. Credits Used (from Form IT-CR Line 2 of Schedule 1 and Line 7e of Schedule 1)	2.	
3. Balance Due (Line 1 less Line 2)	3.	
4. Enter 100% of the Immediately Preceding Year's Tax (return must be for a 12-month period)	4.	
5. Enter 70% of the Amount Shown on Line 3	5.	

		DUE DATE OF INSTALLMENTS (Enter dates below)			
6. Divide amount on Line 4 by the number of installments required for the year (see Instruction B), enter the results in appropriate columns	6.				
7. Divide amount on Line 5 by the number of installments required for the year (see instruction B), enter the results in the appropriate column	7.				
8. Enter the lesser of Line 6 or Line 7 for each period in the appropriate column	8.				
9. Amounts paid on estimate for each period and tax withheld (withheld treated equally paid for each quarter)	9.				
10. Overpayment of previous installment (see instruction E)	10.				
11. Total of Line 9 and Line 10	11.				
12. Underpayment (Line 8 less Line 11) or Overpayment (Line 11 less Line 8)	12.				

EXCEPTIONS WHICH AVOID THE PENALTY (See Instruction D)

13. Total amount paid and withheld from January 1, through the installment date indicated (withheld treated equally paid for each quarter)	13.				
14. Exception 1. — Detailed computation (see instructions)	14.				
15. Exception 2. —Tax on annualized current year income of entity (see instructions)	15.				Not Applicable

HOW TO FIGURE THE PENALTY
(Complete Lines 16 through 20 for installments not avoided by an exception)

16. Amount of underpayment (from Line 12)	16.				
17. Date of payment or April 15, 20_____whichever is earlier (See Instruction F)	17.				
18. Number of days from due date of installment to date shown on Line 17	18.				
19. Penalty (9 percent a year on amount shown on Line 16 for the number of days shown on Line 18)	19.				
20. Penalty (Add amounts on Line 19) show this amount in the space provided on Form IT-CR	20.				

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Instructions for IT-CR UET Underpayment of Estimated Tax by Composite Filers

A. Composite Filers may use this form to determine whether income tax was sufficiently paid throughout the year by withholding or by installment payments. If sufficient tax was not paid you may owe a penalty of 9 percent a year on the unpaid amount. This form will help you determine whether you are subject to a penalty, or whether you are excepted from a penalty.

B. FILING AN ESTIMATE AND PAYING THE TAX, CALENDAR YEAR TAXPAYERS. – If you file a return on a calendar year basis and are required to file Form CR-ES, you are generally required to file estimated tax by April 15, and to pay tax in four installments. The chart below shows the due date for estimated tax, and maximum number of installments.

Period Requirements First Met	Due Date of Payment	Maximum Number of Installments Required
Between Jan. 1 and March 31	April 15	4
Between Apr. 1 and May 31	June 15	3
Between June 1 and August 31	Sept. 15	2
On or after September 1	Jan. 15	1

If any date shown falls on a Saturday, Sunday, or legal holiday, substitute the next regular workday.

C. FISCAL YEAR TAXPAYERS. - Fiscal year taxpayers should contact the Department at (1-877-423-6711) for information on the penalty for underpayment of estimated taxes.

D. EXCEPTIONS FROM THE PENALTY. – You will not be liable for a penalty if your current year tax payments (amount shown on Line 13) equals or exceeds any amount determined for the same period under the following exception provisions. If none of the exceptions apply, complete Lines 16 through 20 to figure your penalty.

Exception 1, Detailed Computation: The taxpayer should compute each quarterly exception for each partner, shareholder, or member individually. The amount of tax due for each should then be combined and placed on Line 14. Individual and fiduciary partners should use the exceptions provided on Form 500-UET. All other partners should use the exception provided on Form 600-UET. Since this can be very complex, the Department allows Exception 2 to be used which is much simpler.

Exception 2, Tax on Annualized Current Year's Income: This exception applies if our current year's tax payments equal or exceed 70 percent of the tax on your annualized taxable income for periods from the first of the year to the end of the month preceding that in which an installment is due.

To annualize your taxable income, follow these four steps:

a) Figure the entity's income from the first of its taxable year up to and including the month prior to that in which an installment is due.
b) Multiply the result of Step (a) by 12.
c) Divide the result of Step (b) by the number of months in your computation period.
d) If option 2 was used on the IT-CR, subtract the total deductions and exemptions apportioned to Georgia for all individuals included in option 2. The result is your annualized taxable income.

Example

1.	Entity Income during Jan., Feb., and March.....	8,750.00
2.	Annualized income (8,750.00 x 12 = 105,000 / 3)	35,000.00
3.	Option 2 apportioned deductions and exemptions.....	5,400.00
4.	Annualized taxable income	29,600.00
5.	Total Income Tax (5.19%)	1,536.00

If your withheld tax and estimated tax payment for the first installment period of the current year was at least 269.00 (70% x 25% x $1,536.00), you do not owe a penalty for that period.

E. LINE 10 OVERPAYMENT. – Apply as a credit against the installment the excess of the total of the amounts on Line 9 of the previous columns over the total of the amounts on Line 8 of the previous columns. If no excess enter zero.

F. INSTALLMENT PAYMENTS. – If you made more than one payment for an installment attach a separate computation for each payment.