



2420604011

For tax years 2023 or later for Corporations, S Corporations, and Partnerships

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

CORPORATION NAME		ID NUMBER
1. Tax (from Form 600, Sch 1, Line 9; 600S, Sch 1, Line 7, and Form 700, Sch 1, Line 7)	1.	
2. Credits Used (from Form 600, Sch 3, Lines 3 and 5; 600S, Sch 4, Line 3 and 700, Sch 3, Line 3)	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. —Tax on annualized current year income (See Instructions).....	14.				Not Applicable

**HOW TO FIGURE THE PENALTY**  
 (Complete Lines 15 through 19 for installments not avoided by an exception)

15. Amount of underpayment (from Line 12) .....	15.				
16. Date of payment or April 15, 20 ____ whichever is earlier (if S Corp or Partnership use March 15) (See Instruction F) .....	16.				
17. Number of days from due date of installment to date shown on Line 16 .....	17.				
18. Penalty (9 percent a year on amount shown on Line 15 for the number of days shown on Line 17).....	18.				
19. Penalty (Add amounts on Line 18).....	19.				

## Instructions for 600 UET Underpayment of Estimated Tax by Corporations, S Corporations or Partnerships

A. Corporate taxpayers and passthrough entities electing to pay tax at the entity level 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 expected 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 602ES, you are generally required to file estimated tax by April 15, and to pay tax in four installments. (You may be required to pay in fewer installments.) The chart below shows the due date for estimated tax, and maximum number of installments.

Period Requirements <u>First Met</u>	Due Date <u>of Payment</u>	Maximum Number of Instalments 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	Dec. 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. **EXCEPTION 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 provision. If the exception does not apply, complete Line 15 through 19 to figure your penalty. Put the amount on Form 600, Schedule 3, Line 9A or Form 600S, Schedule 4, Line 8A or Form 600-T, Schedule 2, Line 8 or Form 700, Schedule 3, Line 8.

**Exception 1, Tax on Annualized Current Year's Income:** This exception applies if your 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 your taxable income from the first of your 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) The result is your annualized taxable income.

### Example

1. Taxable Income during Jan., Feb., and March ..... 8,750.00
2. Annualized income  $(8,750.00 \times 12 = 105,000 / 3)$  ..... 35,000.00
3. Total Income Tax (5.75%) ..... 2,013.00

If your withheld tax and estimated tax payment for the first installment period of the current year was at least 352.00 ( $70\% \times 25\% \times \$2,013.00$ ) 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.