## UNDERPAYMENT OF 1998 OREGON ESTIMATED TAX

(See separate instructions)

For Office Use Only
Date Received

• Complete and file with your 1998 Oregon individual income tax return.

Name

Social Security Number

13

**PART 1 — Exceptions to paying interest** (Check the box if you qualify for any of these exceptions) Refer to the instructions to see if you qualify for an exception.

🖝 🔲 Exception 1 — Farmers and Commercial Fishers. To meet this exception, your gros = iome from farming or fishing must	st be
two-thirds (66.7%) or more of your total gross income for 1997 or 1995.	
Exception 2 — Prior Year. You may qualify for this exception if all of the following apply:	
<ul> <li>Your net income tax was -0- for 1997 or you were not required to file a return in 1997, and</li> </ul>	
<ul> <li>You were a full-year resident in 1997, and</li> </ul>	
<ul> <li>Your 1997 tax year was a full 12 months.</li> </ul>	
Exception 3 — In 1997 or 1998, you retired at age 62 or older, or became disabled; and your underpayment was due to a	à
reasonable cause. Attach a statement to explain the cause.	
Exception 4 — Underpayment due to a casualty, disaster, or other unusual circumstance; and it would be unfair to impos	e
interest. Attach a statement to explain your situation.	
Exception 5 — S corporation shareholders. The S corporation income must be for the first year you elected S corporation	status.

If you meet an exception, you don't owe interest due to underpayment of estimated tax. Be sure to include this form when you file your return and **check the box** on Form 40, line 50; or Form 40N or 40P, line 69. If you don't qualify for **any** exceptions, go to Part 2.

PART 2 — Figure your required annual payment — see separate line instructions.

1.	<b>1998</b> net income tax	1	
	Multiply line 1 by 90% (.90) 2		
	1998 Oregon income tax withheld from income		
	Line 1 minus line 3. If less than \$500, stop here! You don't need to file this form		
	Enter the tax shown on your 1997 tax return (110% of that amount if the adjusted gross income shown on that		
	return is more than \$150,000, or if married filing separately for 1998, \$75,000). (Caution: see instructions)	5	
6.	Enter the smaller of line 2 or line 5	-	
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Note: If line 3 is equal to or more than line 6, stop here! You do not owe underpayment interest. File this form with your return.

PART 3 — Figure your underpayment — see separate line instructions.

			Payment Perio	ds — Due Date	S
7 Divide the amount on line 6 by 4 and enter the amount in each		<b>A</b> April 15, 1998	<b>B</b> June 15, 1998	<b>C</b> Sept. 15, 1998	<b>D</b> Jan. 15, 1999
<ol> <li>Divide the amount on line 6 by 4 and enter the amount in each column, or if you use the Annualized Income Worksheet on the back of this form, enter the amounts from line 31 here (see instructions)</li> </ol>	7				
8. <b>1998</b> estimated tax paid and tax withheld for each period. If line 8 is equal to or more than line 7 for all payment periods, <b>stop here!</b>					
You do not owe underpayment interest. File this form with your return	. 8				
Complete lines 9 through 12 of the first column before starting the next column	).				
9. Overpayment from previous period. Amount on line 11 of prior column					
10. Add lines 8 and 9	10			<b> </b>	
11. <b>Overpayment</b> . Is line 7 <b>less</b> than line 10? If yes, line 10 minus line 7. Go to line 9 in next column	11				
12. <b>Underpayment.</b> Is line 7 more than line 10? If yes, line 7 minus line 10.					
Go to line 9 in next column	12				
13. <b>Total Interest Due.</b> Compute interest for the underpayment in each colum (see interest worksheet on page 4). Enter the total interest from the works					

here and on Form 40, line 50; or Form 40N or Form 40P, line 69. File this form with your return .....

## ANNUALIZED INCOME WORKSHEET

Read instructions before completing this worksheet.

Note: Starting with column A, complete lines 1 through 31 before going on to columns B, C, and D.

1. Enter your adjusted gross income for each period (see instructions)       1         2. Oregon additions for each period (see instructions)       1         2. Oregon additions for each period (see instructions)       1         3. Add lines 1 and 2       3         4. Annualization amounts       4         5. Annualization amounts       4         7. Annualization amounts       7         8. Annualization amounts       7         7. Annualization amounts       7         8. Annualization amounts       7         9. Federal tax from the worksheet on page 3 of the instructions       9         10. Total subtractions. Add lines 8 and 9       10         11. Enter your net Oregon itemized deductions for each period       11         12. Annualization amounts       11         12. Annualization amounts       11         13. Annualization amounts       11         14. In each column, enter the full amount of your Oregon standard deduction for each period       11         14. In each column, enter the full amount of your Oregon standard deduction for each period       11         15. Total deductions. Add lines 19 and 15       16         16. Total deductions core at period       17         17. Annualized foregon taxble income. Line 5 minus line 16       17         16. Total deduc			A	В	С	D
2. Oregon additions for each period (see instructions)       2         3. Add lines 1 and 2       3         4. Annualization amounts       4         5. Annualized Oregon income. Multiply line 3 by line 4       5         6. Oregon subtractions for each period (except federal tax)       6         7. Annualized Oregon subtractions. Multiply line 6 by line 7       8         9. Federal tax from the worksheet on page 3 of the instructions       9         10. Total subtractions. Adultiply line 6 by line 7       8         9. Federal tax from the worksheet on page 3 of the instructions       9         10. Total subtractions. Adultiply line 6 by line 7       8         11. Enter your net Oregon itemized deductions for each period. If you do not itemize, enter -0- and skip to line 14 (see instructions)       11         12. Annualization amounts       12       4       2.4       1.5       1         13. Annualized net Oregon itemized deductions. Multiply line 11 by line 12       13       14       14       14       14         14. Enter your net Oregon its add 15       16       16       17       16       16       17         13. Annualized net Oregon itemized deductions. Multiply line 11 by line 12       13       14       14       14         15. Enter line 13 or 14, whichever is larger       16       16       17 <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>						
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3. Add lines 1 and 2						
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7. Annualization amounts       7       4       2.4       1.5       1         8. Annualized Oregon subtractions. Multiply line 6 by line 7       8       8       9       6       7       6       6       6       7       6       6       6       7       6       6       6       7       6       6       6       7       6       6       6       7       6       6       6       7       6       6       6       7       6       6       7       6       6       7       6       6       7       6       6       7       6       6       7       7       6       6       7       7       6		- · · ·				
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(i.e., column A, line 30 amount goes in column B, line 28)		(i.e., column A, line 30 amount goes in column B, line 28)				
29. Add lines 27 and 28	29.					
30. If line 29 is <b>more</b> than line 26, line 29 minus line 26.						
If line 29 is <b>less</b> than line 26, enter -0						
31. Enter the smaller of line 26 or line 29 here and on Part 3, line 7	31.					
(see front of the form). Go to line 1 in next column						

\* or divide by the number of periods you resided in Oregon, if less than four. (See instructions, Part 3, line 7.)

File This Form With Your 1998 Oregon Individual Income Tax Return