Oklahoma Annualized Income Installment Method for Corporations and Trusts

Tax Year 2004

FORM **OW-8-P-SUP-C**

(Enclose this form and Form OW-8-P with your return)

Name as shown on return	Social Security Number or Federal Identification Number

General Information....

If you use this form for any payment due date, you must use it for all payment due dates. To figure the amount of each required installment, the schedule automatically selects the smaller of the annualized income installment or the regular installment (increased by the amount saved by using the annualized income installment method in figuring any earlier installments). You must complete Section Two, Part One of Form OW-8-P before you can complete this form.

Use Schedule One for Corporations and Schedule Two for Trusts.

Corporations....

The annualization method for Oklahoma estimated tax purposes is the same as that prescribed in the Internal Revenue Code and in the Oklahoma Tax Commission Rule 710:50-13-9. The annualization provisions found in section 6655(e)(2)(C) and 6655(e)(3) of the Internal Revenue Code may not be used. Computing estimated taxes on an annualized basis shall only be permitted for a taxable year of twelve months. For additional information, use the Federal instructions for Form 2220 "Underpayment of Estimated Tax by Corporations".

Schedule One:

Corporations	Column A First 3 months	Column B First 3 months	Column C First 6 months	Column D First 9 months
1. Enter Oklahoma taxable income for each Annualization period 1				
2. Annualization amounts 2	4	4	2	1.33333
3. Annualized taxable income. Multiply line 1 by line 2 3				
4. Oklahoma income tax. Multiply line 3 by 6% 4				
5. Oklahoma credits (refundable & nonrefundable) . . 5				
6. Subtract line 5 from line 4. If zero or less, enter "0" . . . 6				
7. Applicable percentage 7	17.5%	35%	52.5%	70%
8. Multiply line 6 by line 7 8				

Caution: Complete lines 9-15 of one column before going to the next column.

9. Add amounts in all previous columns of line 15 . . 9				
10. Annualized income installments. Subtract line 9 from line 8. If zero or less, enter "0" 10				
11. Enter 1/4 of line 8 from Section Two, Part One of Form OW-8-P in each column 11				
12. Enter the amount from line 14 of the previous column 12				
13. Add lines 11 and 12 13				
14. Subtract line 10 from line 13. If zero or less, enter "0" 14				
15. Required Installments. Enter the smaller of line 10 or line 13 here and in applicable column on Form OW-8-P Section Two, Part Two, line 9 15				

Trusts….

The annualization method for Oklahoma estimated tax purposes is the same as that prescribed in the Internal Revenue Code. Therefore for additional information, use the Federal instructions for Form 2210 “Underpayment of Estimated Tax by Individuals, Estates, and Trusts” or Federal Publication 505 “Tax Withholding and Estimated Tax”.

SCHEDULE TWO:

Trusts	Column A 1/1 - 2/28	Column B 1/1 - 4/30	Column C 1/1 - 7/31	Column D 1/1 - 11/30
1. Enter Oklahoma taxable income without your exemptions for each period 1				
2. Annualization amounts 2	6	3	1.71429	1.09091
3. Annualized taxable income. Multiply line 1 by line 2 3				
4. Enter exemption amount shown on your tax return 4				
5. Subtract line 4 from line 3 5				
6. Figure your Oklahoma income tax on the amount on line 5 using Method 1 of tax tables 6				
7. Oklahoma credits (refundable & nonrefundable) . . 7				
8. Subtract line 7 from line 6. If zero or less, enter “0” . . . 8				
9. Applicable percentage 9	17.5%	35%	52.5%	70%
10. Multiply line 8 by line 9 10				

Caution: Complete lines 11-17 of one column before going to the next column.

11. Add amounts in all previous columns of line 17 . . 11				
12. Annualized income installments. Subtract line 11 from line 10. If zero or less, enter “0” 12				
13. Enter 1/4 of line 8 from Section Two, Part One of Form OW-8-P in each column 13				
14. Enter the amount from line 16 of the previous column 14				
15. Add lines 13 and 14 15				
16. Subtract line 12 from line 15. If zero or less, enter “0” 16				
17. Required Installments. Enter the smaller of line 12 or line 15 here and in applicable column on Form OW-8-P Section Two, Part Two, line 9 17				