

OKLAHOMA ANNUALIZED INCOME INSTALLMENT METHOD FOR INDIVIDUALS

TAX YEAR 2005

FORM **OW-8-P-SUP-I**

Name as shown on return

Social Security Number

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

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.

Individuals....

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".

Individuals	Column A 1/1 - 3/31	Column B 1/1 - 5/31	Column C 1/1 - 8/31	Column D 1/1 - 12/31
1. Enter your Oklahoma adjusted gross income for each period 1				
2. Annualization amounts 2	4	2.4	1.5	1
3. Annualized Oklahoma adjusted gross income Multiply line 1 by line 2 3				
4. Enter your itemized deductions for the period shown in each column. If you do not itemize, enter "0" and skip to line 7. 4				
5. Annualization amounts 5	4	2.4	1.5	1
6. Multiply line 4 by line 5 6				
7. In each column, enter the full amount of your Oklahoma Standard Deduction 7				
8. Enter the larger of line 6 or line 7 (Note: If line 6 is less than the Federal Standard Deduction, see instructions).. . . . 8				
9. In each column, multiply \$1,000 by the total number of exemptions claimed 9				
10. Add lines 8 and 9. Note: If you have out-of-state income, see instructions. 10				
11. Adjustments to Oklahoma Adjusted Gross Income .11				
12. Taxable income (Method 1). Subtract line 10 and 11 from line 3 12				
13. Tax from Tax Table 1 13				
14. In each column, enter the Federal income tax deduction for each period (based on such period's annualized income) 14				
15. Taxable income (Method 2). Subtract line 14 from line 12 15				
16. Tax from Tax Table 2 16				
17. Oklahoma income tax. Lesser of lines 13 or 16 . .17				
18. Oklahoma credits (refundable & nonrefundable) 18				
19. Subtract line 18 from line 17. If zero or less, enter "0" .19				
20. Applicable percentage 20	17.5%	35%	52.5%	70%
21. Multiply line 19 by line 20 21				

(Enter amounts shown on line 21 on line 22 on the back of this form)

Caution: Complete lines 23-29 of one column before going to the next column.

	Column A 1/1 - 3/31	Column B 1/1 - 5/31	Column C 1/1 - 8/31	Column D 1/1 - 12/31
22. Amounts from line 21	22			
23. Add amounts in all previous columns of line 29 .	23			
24. Annualized income installments. Subtract line 23 from line 22. If zero or less, enter "0"	24			
25. Enter 1/4 of line 8 from Section Two, Part One of Form OW-8-P in each column	25			
26. Enter the amount from line 28 of the previous column	26			
27. Add lines 25 and 26	27			
28. Subtract line 24 from line 27. If zero or less, enter "0"	28			
29. Required Installments. Enter the smaller of line 24 or line 27 here and in applicable column on Form OW-8-P, Section Two, Part Two, line 9 . . .	29			

Instructions

- Line 1** Enter your Oklahoma adjusted gross income for each period. This is your gross income, including your share of partnership(s) or S-corporation(s) income or loss, for the period, minus your adjustments to income for that period.
- Line 6** Multiply line 4 by line 5 and enter the result on line 6. But if your itemized deductions would have been limited based on your annualized Federal adjusted gross income for the period, enter the reduced amount on line 6. To help you determine the reduced amount, you can use the instructions for the Federal Form 2210 or the Federal Publication 505.
- Line 8** Enter the larger of line 6 or line 7; unless, line 6 is less than the Federal standard deduction, then enter line 7. However, you do have the option to elect to itemize in each period. If you choose this option, enter "IE" next to the amount.
- Line 10** Add lines 8 and 9 and enter the result on line 10. But if you had out-of-state income during the period, you must first prorate your deductions and exemptions before entering the total on line 10. The method of proration will be the same as used on Form 511 and can be found in the instructions of the individual income tax packet. Enter the prorated amount on line 10.
- Line 11** Enter the full amount of the Adjustment to Oklahoma Adjusted Gross Income to which you would be entitled based on either your annualized income or expenses incurred during the period. These are the deductions and exclusions to which you are entitled to as adjustments from Oklahoma adjusted gross income to arrive at Oklahoma taxable income. These adjustments include, but are not limited to, partial military pay exclusion, qualifying disability deduction, political contribution, interest qualifying for exclusion and qualified adoption expense. For a complete list of these adjustments, see the instructions found in the individual income tax packet.
- Line 14** Compute what your Federal income tax deduction would be based on your annualized Federal adjusted gross income for each period. If your annualized Oklahoma adjusted gross income is less than your annualized Federal adjusted gross income, you must first prorate your Federal tax deduction before entering the total on line 14. To determine the proration, divide your annualized Oklahoma adjusted gross income by the annualized Federal adjusted gross income for the period. Multiply the resulting percentage by the Federal tax deduction computed for the period. Enter the result on line 14.
- Line 18** Include all credits (other than withholding credits) you can claim because of events that occurred during that period. Do not annualize any credit. However, when figuring your credits, you must annualize any item of income or deduction used to figure the credit. Also, include any credit(s) you are carrying over from a previous year.