

OKLAHOMA UNDERPAYMENT OF ESTIMATED TAX WORKSHEET **OW-8-P**

Name(s) as shown on tax return _____ I.D. Number or Social Security Number _____

PART ONE EXCEPTION TO THE PENALTY

If the amount of Oklahoma income tax withheld and/or four estimated tax payments are timely paid and are equal to or more than the prior year tax liability, you do not owe the underpayment penalty and interest.

PART TWO HOW TO FIGURE YOUR UNDERPAYMENT

You may complete this form to compute your underpayment penalty and interest, or the Oklahoma Tax Commission will figure the penalty and interest for you and send you a bill.

Due Date of Installments

COLUMN A	April 15	June 15	Sept 15	Jan 15
	COLUMN B	COLUMN C	COLUMN D	COLUMN E
Oklahoma Income	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
1. Nonrecurring (one time) income (if none, enter "0")	1.			
2. All other adjusted gross income	2.			
3. Adjusted gross income. Add lines 1 and 2	3.			
4. Using line 3, divide Columns B through E by Column A, write ratio	4.			
5. Oklahoma income tax liability	5.			
6. Oklahoma credits	6.			
7. Net tax. Subtract line 6 from line 5	7.			
8. 70% of line 7	8.			
9. Required payments (multiply line 8 by percent on line 4, Columns B, C, D and E) or bring information from annualized income schedule	9.			
10. a. Tax withheld (see instructions)	10a.			
b. Estimated tax paid (see instructions)	10b.			
c. Add lines 10a and 10b. If line 10c is equal to or more than line 9 for all payment periods, stop here; you do not owe the penalty & interest.	10c.			
Complete lines 11 - 17 of one column before going to the next column.				
11. Enter amount, if any, from line 17 of previous column	11.			
12. Add lines 10c and 11	12.			
13. Add amounts on lines 15 and 16 of the previous column	13.			
14. For Column B only, enter the amount from line 10c. For Columns C, D, and E, subtract line 13 from line 12. If zero or less, enter 0.	14.			
15. If the amount on line 14 is zero, subtract line 12 from line 13. Otherwise, enter 0.	15.			
16. UNDERPAYMENT. If line 9 is equal to or more than line 14, subtract line 14 from 9. Then go to line 11 of next column.....	16.			
17. Overpayment. If line 14 is equal to or more than line 9, subtract line 9 from 14. Then go to line 11 of next column.	17.			
Complete lines 18 and 19 after completion of Part III - Underpayment Worksheet				
18. Penalty and Interest due for each quarter (from Part III)	18.			
19. Total Penalty & Interest. Add line 18, Columns B, C, D and E.	19.			

INSTRUCTIONS TO PART TWO

- Note: Nonresidents and part-year residents shall use Oklahoma Source Income for lines 1 through 3.
Corporations shall use Oklahoma Taxable Income on lines 1 through 3 and adjust the quarterly due dates as needed.
- Line 1 - Nonrecurring income should be entered as follows: Enter 25% of such income, plus 25% for each quarter already passed, in the quarter the income was received. Enter 25% in each of the remaining quarters.
 - Line 2 - Columns B, C, D, and E - Enter Oklahoma adjusted gross income less nonrecurring income divided by 4.
 - Line 3 - Total Oklahoma adjusted gross income should equal form 511, line 14 or form 511NR, line 29.
 - Line 4 - Total percentage (Columns B, C, D & E) must equal 100%.
 - Line 5 - This is from form 511, line 44 or form 511NR, line 63.
 - Line 6 - Total of all Oklahoma credits, refundable and nonrefundable.
 - Line 10 - You are considered to have paid one-fourth of your withholding on each payment due date unless you can show otherwise. Estimated tax must be entered in the quarter in which it was paid (ie. Column B, payments made by 4/15; Column C, payments made 4/16 through 6/15; Column D, payments made 6/16 through 9/15; and Column E, payments made 9/16 through 1/15 of the following year). Payments made after the due date of the fourth quarter estimate January 15th, shall not be included on this line as an estimated tax payment, but shall be used in the underpayment worksheet as a prepayment of tax (see instructions for Part III). Include in the first quarter any overpayment of tax from your previous tax year's return that you elected to apply to this year's estimated tax.
 - Line 19 - Enter total penalty and interest here and on form 511 or form 511NR.

PART THREE

**UNDERPAYMENT WORKSHEET
COMPUTATION OF PENALTY AND INTEREST**

Complete each quarter before going to the next quarter.

	COLUMN A	COLUMN B	COLUMN C	COLUMN D	COLUMN E
	Date of Payment	Amount of Payment	Balance Due After Payment	Number of Days	Penalty and Interest
FIRST QUARTER • DUE DATE 4/15					
Enter required payment from part II, line 9, column B.					
Enter withholding, if any.	4/15				
Enter apply from previous year, if any.	4/15				
Enter estimated tax payment, if any.	4/15				
Enter tax payment made after 4/15.					
Enter tax payment made after 4/15.					
Total penalty and interest due for first quarter.					

SECOND QUARTER • DUE DATE 6/15					
Enter required payment from part II, line 9, column C.					
Enter withholding, if any, not used in prior quarter.	6/15				
Enter estimated tax, if any, not used in prior quarter.	6/15				
Enter tax payment made after 6/15.					
Enter tax payment made after 6/15.					
Total penalty and interest due for second quarter.					

THIRD QUARTER • DUE DATE 9/15					
Enter required payment from part II, line 9, column D.					
Enter withholding, if any, not used in prior quarters.	9/15				
Enter estimated tax, if any, not used in prior quarters.	9/15				
Enter tax payment made after 9/15.					
Enter tax payment made after 9/15.					
Total penalty and interest due for third quarter.					

FOURTH QUARTER • DUE DATE 1/15					
Enter required payment from part II, line 9, column E.					
Enter withholding, if any, not used in prior quarters.	1/15				
Enter estimated tax, if any, not used in prior quarters.	1/15				
Enter tax payment made after 1/15.					
Enter tax payment made after 1/15.					
Total penalty and interest due for fourth quarter.					

INSTRUCTIONS TO PART THREE

In the first line of each quarter, Part Three, Column C, enter the required payment from Part II, line 9. Then complete each line across before proceeding to the next line. Column C in each quarter must be brought to zero, unless all payments have already been applied, before proceeding to the next quarter.

Column A - Enter the date the estimated tax payment(s) was actually paid. Estimated tax payments and withholding payments which are paid on or before the quarterly due date are considered timely paid; therefore, the date is preprinted on the form. Any balance due, paid with your tax return, is considered a payment for this purpose and should be listed, using the date you filed your return or the original due date, whichever is earlier.

Column B - Enter payments according to the date paid or deemed paid, the earliest date of payment being applied first. Only use the portion of a payment necessary to bring the balance due to zero.

Withholding payments are deemed paid on the quarterly due date(s). Enter on the withholding line tax(es) withheld, on or before the quarterly due date, that have not been applied to a previous quarter.

Enter on the estimated tax line estimated tax payments paid on or before the quarterly due date, which have not been applied to a previous quarter.

Enter on the tax payment line(s) any payment made after the quarterly due date. If more lines are needed for tax payments, list each payment separately on an attached schedule using Columns A through E.

Column C - Compute the balance due after each payment. If there are no payments entered on the withholding and estimated tax lines, bring the required payment down to the estimated tax line in Column C and Complete Columns D & E.

Column D - Column C balance, for each line, is considered past due until the next payment is made. Compute the number of days past due from the date of this payment until the date of the next payment or the original due date of the return, if no payment is made.

Column E - $\text{Column C} \times \frac{\text{Number of days in Column D}}{365} \times 20\%$ $\text{Penalty } 5\% + \text{Interest } 15\% = 20\% \text{ per Annum.}$