FORM
2210AL

ALABAMA DEPARTMENT OF REVENUE
Estimated Tax Penalties for Individuals
SEE SEPARATE INSTRUCTIONS • ATTACH TO FORM 40 OR FORM 40NR

2009

Name(s) as shown on tax return	Your social security number

If all of the following apply, complete Part I <u>only</u>. If A, B and C apply, <u>but</u> D does not, skip Part I and complete Part II. Under no circumstances will you be subject to both penalties

    A. You had income other than wages or salaries in excess of $3,500.00;

    B. The amount of tax you owe (line 28 of Form 40 or line 28 of Form 40NR) without regard to any payments made with extension exceeds $100.00; **and**

    C. You did not pay in through withholding or estimated tax payments either 100% of your previous year's tax liability or 90% of your current year's tax liability; **and**

    D. You did not make any quarterly estimated tax payments for 2009.

PART I – Estimated Tax Penalty.

1 Enter your 2009 net tax due after credits *(line 19a of Form 40 or line 20 of Form 40NR)*	**1**		00
2 Enter the net tax due as shown on your 2008 return *(line 19a of Form 40 or line 20 of Form 40NR)*	**2**		00
3 Enter all Alabama income tax withheld for 2009. *If line 3 is greater than or equal to line 2, STOP, you do not owe the penalty.*	**3**		00
4 Total underpayment for the year. Subtract line 3 from line 1. *If zero or less, stop here, you do not owe this penalty.*	**4**		00
5 If the amount on line 4 is less than $500.00, enter **$50.00**, if not, multiply the amount on line 4 by **10% (.10)** and enter the result here and on line 29 of Form 40 or line 29 of Form 40NR. **This is your estimated tax penalty.**	**5**		00

PART II – Underestimation Penalty.

Section A – Required Annual Payment. Complete this section if you made estimated tax payments for 2009 and the tax due on your 2009 return exceeded $100.00.

1 Enter your 2009 net tax due after credits from line 19a of Form 40 or line 20 of Form 40NR.				**1**		00
2 Multiply line 1 by 90% (.90).	**2**		00			
3 Enter the net tax due as shown on your 2008 return (line 19a of Form 40 or line 20 of Form 40NR).	**3**		00			
4 Alabama Income Tax Withheld for 2009. **Do not** include any estimated tax payments on this line.	**4**		00			
5 Estimated taxes paid for 2009.	**5**		00			
6 Add lines 4 and 5. Enter result here.	**6**		00			

If line 6 is greater than or equal to lines 2 **or** 3, STOP HERE, you do not owe this penalty. DO NOT FILE Form 2210AL.

7 Subtract line 4 from line 1. **This is your Required Annual Payment.** If less than $100.00, stop here; **do not** complete or file this form. You do not owe the penalty.	**7**		00

Section B – Short Method. If your income varied during the year, you may want to calculate this penalty using the Quarterly Method on page 2 of this form.

8 Required Annual Payment for 2009 (from line 7, Part II above).			**8**	00
9 Estimated taxes paid for 2009 (from line 5, Part II above).	**9**	00		
10 Total underpayment for year. Subtract line 9 from line 8. If zero or less, stop here; you do not owe the penalty.			**10**	00
11 Multiply line 10 by .06.			**11**	00

12   • If the amount on line 10 was paid **on or after** 4/15/10, enter -0-.
  • If the amount on line 10 was paid **before** 4/15/10, make the following computation to find the amount to enter on line 12.
    Amount on   Number of days paid
    line 10   X   before 4/15/10   X   .00016
			12	00

13 Penalty. Subtract line 12 from line 11. Enter the result here and on line 29 of Form 40 or line 29 of Form 40NR			**13**	00

ADOR

Form 2210AL (2009)

			Payment Due Dates			
			(a) 4/15/09	**(b)** 6/15/09	**(c)** 9/15/09	**(d)** 1/15/10

Section C – Figure Your Underpayment Using the Quarterly Method

			(a)	(b)	(c)	(d)
14	**Required installments.** If you choose to use the Annualized Income Installment Method, enter the amounts from Schedule AI, line 25. Otherwise, enter 25% (.25) of Part II, Section A, line 7, Form 2210AL, in each column.	14				
15	Enter estimated tax paid for each quarter. For column (a) only, enter the amount from line 15a on line 19a. If line 15 is equal to or more than line 14 for all payment periods, stop here; you do not owe the penalty. **Do not** file Form 2210AL	15				
Complete lines 16 through 22 of one column before going to the next column.						
16	Enter amount, if any, from line 22 of previous column	16				
17	Add lines 15 and 16	17				
18	Add amounts on lines 20 and 21 of the previous column	18				
19	Subtract line 18 from line 17. If zero or less, enter -0-	19				
20	If the amount on line 19 is zero, subtract line 17 from line 18. Otherwise, enter -0-.	20				
21	**Underpayment.** If line 14 is equal to or more than line 19, subtract line 19 from line 14. Then go to line 16 of next column. Otherwise, go to line 22. ▶	21				
22	**Overpayment.** If line 19 is more than line 14, subtract line 14 from line 19. Then go to line 16 of next column.	22				

Figure the Penalty (Complete lines 23 through 26 of one column before going to the next column.)

Rate Period 1		**April 16, 2009 - December 31, 2009**		4/15/09	6/15/09	9/15/09
	23	Number of days **from** the date shown above line 23 **to** the date the amount on line 21 was paid **or** 12/31/09, whichever is earlier	23	Days:	Days:	Days:
	24	Underpayment X No. of days on line 23 X .06 on line 21 365 ▶	24	$	$	$
Rate Period 2		**January 1, 2010 - April 15, 2010**		12/31/09	12/31/09	12/31/09	1/15/10
	25	Number of days **from** the date shown above line 25 **to** the date the amount on line 21 was paid **or** 4/15/10, whichever is earlier	25	Days:	Days:	Days:	Days:
	26	Underpayment X No. of days on line 25 X .06 on line 21 365 ▶	26	$	$	$	$

27 **Penalty.** Add all amounts on line 24 and 26 in all columns. Enter the total here and on Form 40, line 29; or Form 40NR, line 29. ▶ **27** $ .00

SCHEDULE AI – Annualized Income Installment Method.

			(a) 1/1/09-3/31/09	(b) 1/1/09-5/31/09	(c) 1/1/09-8/31/09	(d) 1/1/09-12/31/09
Annualized Income Installments						
1	Enter your adjusted gross income for each period *(see instructions).*	1				
2	Annualization amounts	2	4	2.4	1.5	1
3	Annualized 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. If lines 4-6 are completed, skip to line 8.	6				
7	In each column, enter the full amount of your standard deduction from Form 40, line 11 (Form 40NR filers, enter -0-).	7				
8	Enter the **larger** of line 6 or line 7.	8				
9	Subtract line 8 from line 3.	9				
10	In each column, enter the federal tax liability deduction from Form 40 or Form 40NR	10				
11	Subtract line 10 from line 9	11				
12	In each column enter the personal and dependent exemptions from your tax return.	12				
13	Subtract line 12 from line 11	13				
14	Figure your tax on the amount on line 13.	14				
15	For each period, enter the same type of credits as allowed on Form 40 or Form 40NR.	15				
16	Subtract line 15 from line 14. If zero or less, enter -0-	16				
17	Applicable percentage	17	22.5%	45%	67.5%	90%
18	Multiply line 16 by line 17	18				
Caution: Complete lines 19-25 of one column before going to the next column.						
19	Add the amounts in all previous columns of line 25	19				
20	Subtract line 19 from line 18. If zero or less, enter -0-	20				
21	Enter 25% (.25) of line 7, page 1, Part II, Section A of Form 2210AL in each column	21				
22	Enter amount from line 24 of the previous column of this schedule	22				
23	Add lines 21 and 22 and enter the total.	23				
24	Subtract line 20 from line 23. If zero or less, enter -0-	24				
25	Enter the **smaller** of line 20 or line 23 here and on Form 2210AL, Section C, line 14. ▶	25				