

2000

Underpayment of Estimated Tax by Individuals and Fiduciaries

5805

Attach this form to the **front** of your Form 540, Form 540A, Form 540NR, or Form 541. Also, fill in the circle for underpayment of estimated tax located on Form 540, line 68; Form 540A, line 40; Form 540NR, line 77; or Form 541, line 39, whichever applies.

Name(s) as shown on return

Social security number or FEIN

IMPORTANT: In most cases, the Franchise Tax Board (FTB) can figure the penalty for you and you do not have to complete this form. See General Information B.

If you meet **any** of the following conditions, you do not owe a penalty for underpayment of estimated tax. Do not complete or file this form if:

- 80% of your 2000 California adjusted gross income (AGI) was wages subject to California withholding; or
- 80% of your 1999 or 2000 tax liability (not including tax on lump-sum distributions and alternative minimum tax) less credits was paid by the amount of tax withheld from your wages for that year. Do not include the withholding credit or estimated tax payments; or
- The amount of your tax liability (not including tax on lump-sum distributions and alternative minimum tax) less credits (including the withholding credit) but not including estimated tax payments for either 1999 or 2000 was less than \$200 (or less than \$100 if married filing a separate return); or
- Your 1999 return was for a full 12 months (or would have been if you were required to file) and you did not have any tax liability on that return; or
- The amount of your withholding plus your estimated tax payments, if **paid in the required installments**, is at least 80% of the tax shown on your 2000 return or 100% of the tax shown on your 1999 return AND you are not using the annualized income installment method.

Part I Questions. All filers must complete this part.

- Are you requesting a waiver of the penalty? If yes, provide an explanation below and be sure to fill in the circle on Form 540, line 68; Form 540A, line 40; Form 540NR, line 77; or Form 541, line 39. If you need additional space, attach a statement.
See General Information C 1 ☐ Yes ☐ No
- Did you use the annualized income installment method? If yes, see instructions for Part III and be sure to fill in the circle on Form 540, line 68; Form 540A, line 40; Form 540NR, line 77; or Form 541, line 39 2 ☐ Yes ☐ No
- Was your California withholding **not** withheld in equal installments and are you able to show the actual amounts withheld per period and the actual dates withheld? If yes, you must enter the uneven amounts withheld on the spaces provided below. 3 ☐ Yes ☐ No
Enter the **actual uneven amounts withheld** next to the corresponding quarterly payment due date here:
4/15/00 \$ _____; 6/15/00 \$ _____; 9/15/00 \$ _____; 1/15/01 \$ _____.
- For estates and trusts: Was the date of death less than two years from the end of the tax year? See General Information E 4 ☐ Yes ☐ No

Part II Required Annual Payment. All filers must complete this part.

- | | | | |
|---|---|---|--|
| 1 | Current year tax. Enter your 2000 tax after credits. See instructions | 1 | |
| 2 | Multiply line 1 by 80% (.80) | 2 | |
| 3 | Withholding taxes. Do not include any estimated tax payments on this line. See instructions | 3 | |
| 4 | Subtract line 3 from line 1. If less than \$200 (or less than \$100 if married filing a separate return), stop here.
You do not owe the penalty. Do not file form FTB 5805 | 4 | |
| 5 | Enter the tax shown on your 1999 tax return (105% (1.05) of that amount if the adjusted gross income shown on that return is more than \$150,000, or if married filing separate for 2000, more than \$75,000). See instructions | 5 | |
| 6 | Required annual payment. Enter the smaller of line 2 or line 5 | 6 | |

Short Method

Caution: See the instructions to find out if you can use the short method. If you answered "Yes" to Question 2 in Part I, skip this part and go to Part III.

If you answered "No" to Question 2 in Part I **and** you cannot use the short method, go to Worksheet II in the instructions (page 4).

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|----|--|----|--|
| 7 | Enter the amount, if any, from Part II, line 3 above | 7 | |
| 8 | Enter the total amount, if any, of estimated tax payments you made | 8 | |
| 9 | Add line 7 and line 8 | 9 | |
| 10 | Total underpayment for year. Subtract line 9 from line 6. If zero or less, stop here. You do not owe the penalty. Do not file form FTB 5805 | 10 | |
| 11 | Multiply line 10 by .055895 | 11 | |
| 12 | <ul style="list-style-type: none"> • If the amount on line 10 was paid on or after 4/15/01, enter -0-. • If the amount on line 10 was paid before 4/15/01, enter the result of the following computation: <div style="text-align: center;"> Amount on Number of days paid
 line 10 X before 4/15/01 X .00025 </div> | 12 | |
| 13 | PENALTY. Subtract line 12 from line 11. Enter the result here and on Form 540, line 68; Form 540A, line 40; Form 540NR, line 77; or Form 541, line 39. Also fill in the circle for "FTB 5805." ▶ | 13 | |

Part III Annualized Income Installment Method Schedule.

Use this schedule **ONLY** if you earned taxable income at an **UNEVEN RATE** during 2000 (See Example A). If you earned your income at approximately the same rate each month (See Example B), then you should not complete this schedule. If you choose to figure the penalty, see the instructions for Worksheet II — Regular Method to Figure Your Underpayment and Penalty, on page 3 of the instructions.

Example A: If you were a commissioned salesperson who earned no income during the first three months of the year, earned most of your income during the following six months, and earned very little during the last three months, you should complete this schedule. You may be able to benefit by using the annualized income installment method. The required installment of estimated tax figured using the annualized method may be less than your required installment figured using the equal installment method.

Example B: If you worked all year and earned a monthly salary that did not change much during the year, you should not complete this schedule.

Note: To complete this schedule correctly, you must first complete Side 1, Part II, line 1 through line 6.

Estates and trusts, **do not** use the period ending dates shown to the right.

Instead, use the following: 2/29/00, 4/30/00, 7/31/00, and 11/30/00. Fiscal-year filers must adjust dates accordingly.

	(a) 1/1/00 to 3/31/00	(b) 1/1/00 to 5/31/00	(c) 1/1/00 to 8/31/00	(d) 1/1/00 to 12/31/00
1 Enter your adjusted gross income (AGI) for each period. Form 540NR filers, see instructions. Estates or trusts, enter the amount from Form 541, line 20 attributable to each period. See instructions				
2 Annualization amounts. Estates or trusts, see instructions	4	2.4	1.5	1
3 Annualized income. Multiply line 1 by line 2				
4 Enter your itemized deductions for the period shown in each column. If you do not itemize deductions, enter -0- here and on line 6. Estates or trusts, enter -0- here, skip to line 9, and enter the amount from line 3 on line 9				
5 Annualization amounts	4	2.4	1.5	1
6 Annualized itemized deductions. Multiply line 4 by line 5. See instructions				
7 Enter your standard deduction from your 2000 Form 540 or Form 540NR, line 18; or Form 540A, line 15. Enter the total standard deduction amount in each column				
8 Enter line 6 or line 7, whichever is larger				
9 Subtract line 8 from line 3				
10 Figure the tax on the amount in each column of line 9 using the tax table or the tax rate schedule in the instructions for Form 540, Form 540NR, or Form 541. Also, include any tax from form FTB 3803. Estates or trusts, see instructions				
11 Enter the total amount of exemption credits from your 2000 Form 540, line 21; Form 540A, line 18; Form 540NR, line 23; or Form 541, line 22. Enter the total exemption credit amount in each column. See instructions				
12 Subtract line 11 from line 10. Form 540NR filers, complete Worksheet I on page 2 of the instructions				
13 Enter the total credit amount from your 2000 Form 540, line 33 plus line 45, or Form 541, line 23. Form 540NR filers, see instructions. Enter the total amount of credits in each column				
14 Subtract line 13 from line 12. If zero or less, enter -0-				
15 Applicable percentage	20%	40%	60%	80%
16 Multiply line 14 by line 15				
COMPLETE LINE 17 THROUGH LINE 23 OF EACH COLUMN BEFORE YOU TO GO TO THE NEXT COLUMN.				
17 Enter the combined amounts shown on line 23 from all preceding columns				
18 Subtract line 17 from line 16. If zero or less, enter -0-				
19 In each column, enter 1/4 of the amount on form FTB 5805, Part II, line 6				
20 Enter the amount from line 22 from the preceding column				
21 Add line 19 and line 20				
22 Subtract line 18 from line 21. If zero or less, enter -0-				
23 Enter line 18 or line 21, whichever is less. Transfer these amounts to Worksheet II — Regular Method to Figure Your Underpayment and Penalty, line 1				

Note: If you use the annualized income installment method for one payment due date, you must use it for all payment due dates.

This schedule automatically selects the smaller of your annualized income installment or your regular installment.