

Underpayment of Estimated Tax by Corporations

2016

5806

For calendar year 2016 or fiscal year beginning (mm/dd/yyyy) _____, and ending (mm/dd/yyyy) _____.

Corporation name _____

California corporation number _____

Part I Figure the Underpayment

1 Current year's tax. See instructions	1				
		(a)	(b)	(c)	(d)
2 Installment due dates. See instructions	2				
3 Percentage required. See instructions	3	30%	70% less 1st	70% less prior	100% less prior
		(not less than min.)			
4 Amount due. See instructions	4				
5 a Amount paid or credited for each installment	5a				
b Overpayment from previous installment. See instructions. . .	5b				
6 Add line 5a and line 5b.	6				
7 Underpayment (subtract line 6 from line 4). See instructions. Overpayment (subtract line 4 from line 6). If line 7 shows an underpayment for any installment, go to Part IV, Exceptions Worksheets.	7				

Part II Exceptions to the Penalty. If Exception A, line 8a is met for all four installments, **do not** attach this form to the return. If Exception B or C is met, for any installment, attach form FTB 5806 to the back of Form 100, Form 100W, Form 100S or Form 109.

(check the applicable boxes)		Yes	No	Yes	No	Yes	No	Yes	No
8 a Exception A – Regular Corporations, line 26.	8a								
b Exception A – Large Corporations, line 30. See instructions. . .	8b								
9 Exception B (line 42) met?	9								
10 Exception C (line 64) met?	10								

Part III Figure the Penalty. If line 7 shows an underpayment for any installment and one of the three exceptions was not met, figure the penalty for that installment by completing line 11 through line 22.

11 Enter the earlier of the payment date, or the original due date of the tax return. See instructions.	11				
12 Number of days from date shown on line 2 to date shown on line 11 . .	12				
13 Number of days on line 12 before 7/01/16, or the payment date, whichever is earlier.	13				
14 Number of days on line 12 after 6/30/16 and before 1/01/17, or the payment date, whichever is earlier.	14				
15 Number of days on line 12 after 12/31/16 and before 7/01/17, or the payment date, whichever is earlier. Calendar year corporations, see instructions.	15				
16 For fiscal year corporations only. Number of days on line 12 after 6/30/17 and before 1/01/18. See instructions.	16				
17 For fiscal year corporations only. Number of days on line 12 after 12/31/17 and before 2/15/18. See instructions.	17				
18 Number of days on line 13 Number of days in taxable year x 3% x line 7	18				
19 Number of days on line 14 Number of days in taxable year x 3% x line 7	19				
20 Number of days on line 15 Number of days in taxable year x 4% x line 7	20				
21 Number of days on line 16 Number of days in taxable year x % (see instructions) x line 7 . .	21				
22 Number of days on line 17 Number of days in taxable year x % (see instructions) x line 7 . .	22				
22a Add amounts for each column from line 18 through line 22.	22a				
22b Total estimated penalty due. Add line 22a, column (a) through column (d). Enter here and on Form 100, line 43a; Form 100W, line 40a; Form 100S, line 42a; or Form 109, line 27	22b				

Part IV Exceptions Worksheets. Even if line 7 shows an underpayment for any installment, the Franchise Tax Board will **not** assess a penalty if timely payments were made and they equal or exceed the amount determined under any of the three exceptions for the same installment period.

Exception A — Prior Year's Tax — Regular Corporations

23 Prior year's tax (the return must have been for a full 12 months)		23							
		(a)	(b)	(c)	(d)				
		30%	70%	70%	100%				
		(not less than min.)							
24 Enter line 23 x the percentage shown.	24								
25 Amount paid by the installment due date (cumulative)	25								
26 If line 25 is greater than line 24, the exception was met. Check "Yes" here and check the applicable "Yes" box in Part II, line 8a. If line 24 is greater than line 25, the exception was not met. Check "No" here and check the applicable "No" box in Part II, line 8a.	26	Yes	No	Yes	No	Yes	No	Yes	No

Exception A — Prior Year's Tax — Large Corporations

Use this exception only if prior year tax is less than current year tax.

27 Current year's tax		27							
				1st Installment	2nd Installment				
28 a Installment due. Enter line 23 x 30%.	28a								
b Installment due. Enter line 27 x 70%.	28b								
29 Amount paid by the installment due date (cumulative)	29								
30 If line 29 is greater than line 28 for both installments, the exception is met. Check "Yes" here for each installment and check the applicable "Yes" box in Part II, line 8b. The exception to the penalty applies only if line 29 is greater than line 28 for both installments. If line 28 is greater than line 29 for either installment, the exception is not met. Check "No" here and check the applicable "No" box in Part II, line 8b.	30	Yes	No	Yes	No				

See instructions regarding amounts to use for installment 3 and installment 4.

Exception B — Tax on Annualized Current Year Income

Enter number of months for each period. See instructions ►		(a)	(b)	(c)	(d)				
31 Enter taxable income for each annualization period	31								
32 Annualization amounts. See instructions	32								
33 a Annualized taxable income. Multiply line 31 by line 32	33a								
b R&TC Section 23802(e) deduction (S corporations only)	33b								
c Net income. Subtract line 33b from line 33a	33c								
34 Tax. Multiply line 33c by the current tax rate	34								
35 Tax credits for each payment period.	35								
36 Subtract line 35 from line 34	36								
37 Other taxes *	37								
38 Total tax. Add line 36 and line 37	38								
39 Applicable percentage. For short period returns (taxable year of less than 12 months), see the instructions for Part I, line 3.	39	30%	70%	70%	100%				
		(not less than min.)							
40 Installment due. Multiply line 38 by line 39	40								
41 Amount paid by the installment due date (cumulative)	41								
42 If line 41 is greater than line 40, the exception was met. Check "Yes" here and check the applicable "Yes" box in Part II, line 9. If line 40 is greater than line 41, the exception was not met. Check "No" here and check the applicable "No" box in Part II, line 9.	42	Yes	No	Yes	No	Yes	No	Yes	No

*Include alternative minimum tax, S corporation taxes from Schedule D (100S) and from the excess net passive income, the QSub annual tax, installment amount credit recapture, and the minimum franchise tax.

Part IV Exceptions Worksheets (Continued)

Exception C — Tax on Annualized Seasonal Income

		(a)	(b)	(c)	(d)					
		1st 3 months	1st 5 months	1st 8 months	1st 11 months					
43	Enter taxable income for the following periods:									
a	Taxable year beginning in 2013	43a								
b	Taxable year beginning in 2014	43b								
c	Taxable year beginning in 2015	43c								
44	Enter taxable income for each period for the taxable year beginning in 2016.	44								
45	Enter taxable income for the following periods:	1st 4 months	1st 6 months	1st 9 months	Entire year					
a	Taxable year beginning in 2013	45a								
b	Taxable year beginning in 2014	45b								
c	Taxable year beginning in 2015	45c								
46	Divide the amount in each column on line 43a by the amount in column (d) on line 45a	46								
47	Divide the amount in each column on line 43b by the amount in column (d) on line 45b	47								
48	Divide the amount in each column on line 43c by the amount in column (d) on line 45c	48								
49	Add line 46 through line 48	49								
50	Divide line 49 by 3	50								
51 a	Divide line 44 by line 50	1st 4 months	1st 6 months	1st 9 months	Entire year					
b	R&TC Section 23802(e) deduction. (S corporations only) ..	51b								
c	Net income. Subtract line 51b from line 51a	51c								
52	Tax. Multiply line 51c by the current tax rate	52								
53	Divide the amounts in column (a) through column (c) on line 45a by the amount in column (d) on line 45a	53								
54	Divide the amounts in column (a) through column (c) on line 45b by the amount in column (d) on line 45b	54								
55	Divide the amounts in column (a) through column (c) on line 45c by the amount in column (d) on line 45c	55								
56	Add line 53 through line 55	56								
57	Divide line 56 by 3	57								
58	Multiply the amounts in column (a) through column (c) of line 52 by the amounts in the corresponding column of line 57. In column (d), enter the amount from line 52, column (d). ...	58								
59	Tax credits for each payment period.	59								
60	Subtract line 59 from line 58	60								
61	Other taxes *	61								
		(not less than min.)								
62	Total tax. Add line 60 and line 61	62								
63	Amount paid by the installment due date (cumulative)	63								
64	If line 63 is greater than line 62, the exception was met. Check "Yes" here and check the applicable "Yes" box in Part II, line 10. If line 62 is greater than line 63, the exception was not met. Check "No" here and check the applicable "No" box in Part II, line 10.	64	Yes	No	Yes	No	Yes	No	Yes	No

*Include alternative minimum tax, S corporation taxes from Schedule D (100S) and from the excess net passive income, QSub annual tax, installment amount credit recapture, and the minimum franchise tax.