760C UNDERPAYMENT OF VIRGINIA ESTIMATED TAX BY INDIVIDUALS, ESTATES AND TRUSTS 2004

Attach this form to Form 760, 763, 760PY or 770

FISCAL YEAR FILERS: Enter beginning date _____ 20____ , ending date _____ 20____ , and check here ❑

First Name, Middle Initial and Last Name (of Both if Joint) - OR - Name of Estate or Trust	Your Social Security Number or FEIN | |
If Estate or Trust, Name and Title of Fiduciary	Spouse's Social Security Number | |
	Office Use SC / Office Use Payment

PART I - COMPUTE YOUR UNDERPAYMENT

1. 2004 income tax liability after Spouse Tax Adjustment and nonrefundable credits. (If $150 or less, you are not required to file Form 760C) . . 1. _____
2. Enter 90% of the amount shown on line 1 . . . . . 2. _____
3. 2003 income tax liability after Spouse Tax Adjustment and nonrefundable credits . . . . . 3. _____
4. Enter the amount from line 2 or line 3, whichever is less . . . . . 4. _____
5. Enter the number of installment periods for which you were liable to make payments . . . . . 5. _____

LINE 6 THROUGH 14: COMPLETE EACH LINE ACROSS ALL COLUMNS BEFORE CONTINUING TO NEXT LINE

	A	B	C	D
6. Due dates of installment payments	May 1, 2004	June 15, 2004	Sept. 15, 2004	Jan. 15, 2005
7. Tax Liability. Divide the amount on line 4 by the number of installments reported on line 5 and enter the result in the appropriate columns				
8. Enter the income tax withheld for each installment period				
9. Enter the overpayment credit from your 2003 income tax return				
10. Enter the amount of any **timely** payment made for each installment period in the appropriate column. Do not enter any late payments				
11. Underpayment or [Overpayment]. Subtract lines 8, 9 and 10 from line 7. (See instructions for overpayment)				
12. OTHER PAYMENTS. Enter the payments from the Late Payment/ Overpayment Table below, beginning with the earliest payment recorded. **Do not enter more than the *underpayment*** in any column. AMOUNT				
(a) Date of first payment _____/____/_____ _____				
(b) Date of second payment _____/____/_____ _____				
(c) Date of third payment _____/____/_____ _____				
(d) Date of fourth payment _____/____/_____ _____				
13. Enter the total **timely** payments made as of each installment due date from lines 8, 9, 10 and 12 (for example, in Column A enter all payments made by May 1, 2004)				
14. Subtract line 13 from line 7. If the sum of all underpayments (**do not include any *OVERPAYMENTS***) reported is $150 or less, stop here; you are not subject to an addition to tax. If your underpayments total more than $150, proceed to Part II.				

CONTINUED ON BACK ➜

LATE PAYMENT / OVERPAYMENT TABLE (see instructions for lines 11 and 12)

Date of Payment _____/____/_____ Payment Amount $_____ Date of Payment _____/____/_____ Payment Amount $_____ Date of Payment _____/____/_____ Payment Amount $_____ Date of Payment _____/____/_____ Payment Amount $_____

FORM 760C
(2004)

PART II - EXCEPTIONS THAT VOID THE ADDITION TO TAX

		A	B	C	D
		May 1, 2004	June 15, 2004	Sept. 15, 2004	Jan. 15, 2005
15. Total amount paid and withheld from January 1, 2004 through the installment date indicated					
16. Exception 1: Prior year's tax. (Multiply the 2003 tax by the percentage in each column.)	100% of 2003 Tax	25%	50%	75%	100%
17. Exception 2: Tax on prior year's income using the 2004 rates and exemptions. (Multiply the 2003 tax by the percentage in each column.)	100% of Tax	25%	50%	75%	100%

Exception 3 Worksheet - Tax On Annualized 2004 Income Use the formula below to compute the amount on lines 18a, b and c for each column.

Lines 18a, b and c:
April 30 column: Multiply the actual amount for the period ended April 30, 2004, by 3.
May 31 column: Multiply the actual amount for the period ended May 31, 2004, by 2.4.
August 31 column: Multiply the actual amount for the period ended August 31, 2004, by 1.5.

From January 1 to:	April 30	May 31	August 31
18 a. Annualized Virginia adjusted gross income (VAGI) for each period			
b. Compute the annualized itemized deductions using the formula above OR enter the full standard deduction in each column if you did not claim itemized deductions			
c. Compute the annualized child and dependent care expenses deduction for each period			
d. TOTAL dollar amount of exemptions claimed on your return			
e. Virginia taxable income. Subtract lines 18b, c and d from line 18a			
f. Virginia tax. Enter the Virginia income tax on the amount(s) shown on line 18e above.			
g. Multiply line 18f by the percentage shown for each period	22.5%	45%	67.5%

Note
Estates and trusts should use end dates of March 31, April 30 and July 31.

Exception 4 Worksheet - Tax On 2004 Income Over a 4, 5 And 8 Month Period*
***3, 4 and 7 months for estates & trusts**

From January 1 to:	April 30	May 31	August 31
19 a. Enter your Virginia adjusted gross income (VAGI) for each period			
b. Enter the itemized deductions claimed for each period OR (if greater) the full standard deduction			
c. Enter the child and dependent care expenses deduction for each period.			
d. Enter the total dollar amount of exemptions claimed on your return			
e. Virginia taxable income. Subtract lines 19b, c and d from line 19a.			
f. Virginia tax. Enter the Virginia income tax on the amount(s) shown on line 19e above			
g. Multiply line 19f by 90% (.90) for each period			

Note
Exceptions 3 and 4 do not apply to the fourth installment period.

PART III - COMPUTE THE ADDITION TO TAX

If an exception has been met (Part II) for any installment period, complete the column for that period as follows: write "Exception" and the exception number (1, 2, 3, or 4) on line 20; skip lines 21 through 23; and enter "0" on line 24. For all other periods, complete each line as instructed below.

	A	B	C	D
	May 1, 2004	June 15, 2004	Sept. 15, 2004	Jan. 15, 2005
20. Amount of underpayment from line 14, Part I				
21. Date of payment from line 12, Part I, If no payments were entered on line 12, enter the actual date of payment or May 1, 2005, whichever is earlier				
22 a. Number of days after installment due date through date paid or June 30, 2004, whichever is earlier. If June 30 is earlier, enter 60 and 15 respectively				
b. Number of days after June 30, 2004, through date paid or September 30, 2004 (September 15, 2004 for third installment), whichever is earlier. If September 30 is earlier, enter 92, 92 and 15.				
c. Number of days after September 30, 2004, through date paid or May 1, 2005, whichever is earlier. If May 1 is earlier, enter 213, 213, 213 and 106.				
23 a. Multiply the number of days in each column on line 22a by the daily rate .00019 (7% per annum)				
b. Multiply the number of days in each column on line 22b by the daily rate .00016 (6% per annum)				
c. Multiply the number of days in each column on line 22c by the daily rate .00019 (7% per annum)				
d. Add lines 23a, 23b and 23c in each column; enter the total here				
24. Multiply the amount on line 20 by line 23d for each column				

25. Addition to Tax. Total the amounts on line 24.
Enter here and on the Addition To Tax line on your income tax return .....