Clear Form

Tax Year:

Form 37 2008

Underpayment of Oregon Corporation Estimated Tax

* 0 2 7 1 0 8 0 1 0 1 0 0 0 0 *

Name of corporation as shown on your Oregon corporate return	FEIN	BIN

Current and prior year information

1. Current year net excise or income tax (from Form 20, Form 20-I, Form 20-S, or Form 20-INS) 1
2. Prior year net excise or income tax **(high-income taxpayers, see instructions)** 2

Part I—Figuring the underpayment

	(a)	(b)	(c)	(d)
3. Required installments. Enter the lesser of lines 11, 12, 13, or 14 for each column 3				
4. Underpayment from line 10 of preceding column .. 4				
5. Total tax due. Add lines 3 and 4 5				
6. Estimated tax paid or credited for each period 6				
7. Overpayment from line 9 of preceding column 7				
8. Total tax paid. Add lines 6 and 7 8				
9. Overpayment. If line 5 is less than line 8, subtract line 5 from line 8 9				
10. Underpayment. If line 8 is less than or equal to line 5, subtract line 8 from line 5 10				

Part II—Figuring the required installments

	(a)	(b)	(c)	(d)
11. Exception 1: Current year net tax 11	25% of line 1	25% of line 1	25% of line 1	25% of line 1
12. Exception 2: Prior year net tax (high-income taxpayers may use this exception for the first installment only—see instructions) 12	25% of line 2	25% of line 2	25% of line 2	25% of line 2
13. Exception 3: Net annualized tax (from line 21) 13	25% of line 21	25% of line 21	25% of line 21	25% of line 21
14. Exception 4: Recurring seasonal income (see instructions) 14				

Exception 3 worksheet—To figure annualized income

	(a)	(b)	(c)	(d)
15. Ending date of annualized period (see instructions) 15				
16. Actual income through date on line 15, less net losses carried forward from prior tax years 16				
17. Annualization factors based on selected annualized period (see instructions) 17				
18. Annualized income (line 16 x line 17) 18				
19. Annualized tax (0.066 x line 18) 19				
20. Less tax credits available at end of quarter 20				
21. Net annualized tax (use to figure line 13) 21				

0271080102000 0

Part III—Interest on underpayments (see instructions)

	(a)	(b)	(c)	(d)
22. Enter the amount of underpayment from line 10. If no underpayment, enter 0 22				
23. Date estimated payment was due 23				
24. Date underpayment was paid or the due date of the **following installment**, whichever is earlier 24				
25. Number of full months between dates on lines 23 and 24 25				
26. Number of days in a partial month between dates on lines 23 and 24 26				
27. Number of full months on line 25 x monthly interest rates x line 22 27				
28. Number of days on line 26 x daily interest rates x line 22 28				
29. Interest due (line 27 plus line 28) 29				
30. Total interest due [add line 29, columns (a), (b), (c), and (d)] 30				

Enter the amount from line 30 above on the "interest on underpayment of estimated tax" line of Form 20, Form 20-I, Form 20-S, or Form 20-INS. Attach this form to your return and check the "Form 37" box.

Form 37 instructions

Note: You are not subject to charges for interest on underpayment of estimated tax and are not required to complete this form if the tax liability on your prior year return was not over $10, **and** the prior year return covers a period of 12 months, **and** you are not a high-income taxpayer.

A **"high-income taxpayer"** is one that had federal taxable income, before net operating loss and capital loss carryovers and carrybacks, of $1,000,000 or more in any one of the last three tax years, not including the current year.

Line 12—Exception 2. To qualify to use this exception, your prior year return must: (1) cover a period of 12 months; and (2) show a tax liability.

If you are a **high-income taxpayer,** exception 2 only applies to the **first** installment payment, and any reduction to the first installment payment due to exception 2 **must** be added to the second installment payment.

The reduction amount that must be added to the second installment is the lesser of the exception amounts on lines 11, 13, and 14 in column (a), minus the exception 2 amount on line 12 in column (a).

Add the reduction amount to the lesser of the exception amounts on lines 11, 13, and 14 in column (b) and enter the result on line 3 as the required second installment.

Line 13—Exception 3. This applies to taxpayers using the annualized income installment method. See the instructions for lines 15 and 17.

Line 14—Exception 4. This applies to taxpayers with recurring seasonal income. The taxpayer must pay, by each installment due date, an amount equal to 100 percent of the amount by applying Section 6655(e)(3)(C) of the Internal Revenue Code (IRC) to Oregon taxable income. Attach a schedule of your computation.

Line 15—Annualization periods. If you did not elect to use the optional annualization periods for federal purposes allowable under section 6655(e)(2)(C) of the IRC, you must use the standard Oregon annualization periods provided in ORS 314.525(2)(c)(A). If you elected to use the optional annualization periods for federal purposes, you must use the same annualization periods for Oregon.

Months in Annualization Periods

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Standard Oregon Periods	3	3 or 5	6 or 8	9 or 11
Federal Option #1	2	4	7	10
Federal Option #2	3	5	8	11

Line 17—Annualization factors. The annualization factor is based on the number of months in the annualization period.

Annualization Factor

Number of Months	2	3	4	5	6	7	8	9	10	11
Annualization Factor	6	4	3	2.4	2	1.714	1.5	1.333	1.2	1.091

Lines 29 and 30—Interest is computed on the underpayment amount from Part III, line 22. Interest rates may change once a calendar year. The chart below shows the interest rates and effective dates.

Interest Rates

For Periods Beginning	Annual	Monthly	Daily
January 1, 2006	7%	0.5833%	0.0192%
January 1, 2007	9%	0.7500%	0.0247%
January 1, 2008	9%	0.7500%	0.0247%
January 1, 2009	6%	0.5000%	0.0164%

Attach to your return if you owe interest or meet an exception and check the "Form 37" box on the return