

Do you need to make estimated tax payments?



Who Needs to Make Estimated Tax Payments?

Individuals including sole proprietors, partners and S corporation shareholders that expect to owe at least \$1,000 in tax after withholding should make estimated tax payments.



Those with insufficient withholding, self-employment tax, investments, alimony, etc. should make payments to avoid owing more later.

When to Pay

Period Earned	Due Date
Jan. 1 – Mar. 31	April 15
Apr. 1 – May 31	June 15
June 1 – Aug. 31	Sept. 15
Sept. 1 – Dec. 31	Jan. 15

Ways to Pay

IRS Online Account (IOLA)

IRS Direct Pay

Free, from a bank account

EFTPS

Electronic Federal Tax Payment System, businesses only

How Much to Pay

Use Form 1040-ES

Estimated Tax for Individuals

To Calculate:

- Determine expected AGI
- Complete the Estimated Tax Worksheet



Penalty for Underpayment

Avoid Penalties:

- Pay 90% or more for the current year or
- 100% of prior year, whichever is smaller

Form 1040-ES

About Form 1040-ES

Find out more about Form 1040-ES, Estimated Tax for Individuals, on [IRS.gov](https://www.irs.gov)



Form 1040-ES Information