

Paperwork Reduction Act Notice

We ask for the information on the payment-vouchers to carry out the Internal Revenue laws of the United States. You are required to give us the information. We need it to ensure that you are complying with these laws and to allow us to figure and collect the right amount of tax.

The time needed to complete the worksheets and prepare and file the payment-vouchers will vary depending on individual circumstances. The estimated average time is: Recordkeeping, 1 hr., 19 min.; Learning about the law, 20 min.; Preparing the worksheets and payment-vouchers, 49 min.; Copying, assembling, and sending the payment-voucher to the IRS, 10 min. If you have comments concerning the accuracy of these time estimates or suggestions for making this package easier, we would be happy to hear from you. You can write to both the Internal Revenue Service, Washington, DC 20224, Attention: IRS Reports Clearance Officer, T:FP; and the Office of Management and Budget, Paperwork Reduction Project (1545-0087), Washington, DC 20503. DO NOT send the payment-vouchers to either of these offices. Instead, see Where To File Your Payment-Voucher on page 5.

Purpose of This Package

Use this package to figure and pay your estimated tax. Estimated tax is the method used to pay tax on income that is not subject to withholding; for example: earnings from self-employment, interest, dividends, rents, alimony, etc.

This package is primarily for first-time filers who are or may be subject to paying estimated tax. This package can also be used if you did not receive or have lost your preprinted 1040-ES package. The estimated tax worksheet on page 3 will help you figure the correct amount to pay. The vouchers in this package are for crediting your estimated tax payments to your account correctly. Use the Record of Estimated Tax Payments on page 5 to keep track of the payments you have made and the number and amount of your remaining payments.

After we receive your first payment-voucher from this package, we will mail you a preprinted 1040-ES package with your name, address, and social security number on each payment-voucher. Use the preprinted vouchers when you receive them to make your **remaining** estimated tax payments for the year. This will speed processing, reduce processing costs, and reduce the chance of errors.

Do not use the vouchers in this package to notify the IRS of a **change of address**. If you have a new address, get **Form 8822**, Change of Address, by calling 1-800-829-3676. Send the completed form to the Internal Revenue Service Center where you filed your last tax return.

Who Must Make Estimated Tax Payments

In most cases, you must make estimated tax payments if you expect to owe, after subtracting your withholding and credits, at least \$500 in tax for 1992, and you expect your withholding and credits to be less than the **smaller** of:

- 90% of the tax shown on your 1992 tax return, or
- 100% of the tax shown on your 1991 tax return (the return must cover all 12 months).

Caution: If 100% of your 1991 tax is the **smaller** of the two amounts, see **Limit on Use of Prior Year's Tax** on this page for special rules that may apply to you.

Generally, you do not have to pay estimated tax if you were a U.S. citizen or resident alien for all of 1991 and you had no tax liability for the full 12-month 1991 tax year.

The estimated tax rules apply to:

- U.S. citizens and residents,

- Residents of Puerto Rico, the Virgin Islands, Guam, the Commonwealth of the Northern Mariana Islands, and American Samoa, and
- Nonresident aliens (use Form 1040-ES(NR)).

If you also receive salaries and wages, you can avoid having to make estimated tax payments by asking your employer to take more tax out of your earnings. To do this, file a new **Form W-4**, Employee's Withholding Allowance Certificate, with your employer.

Caution: You may not make joint estimated tax payments if you or your spouse is a nonresident alien, you are separated under a decree of divorce or separate maintenance, or you and your spouse have different tax years.

Additional Information You May Need

Most of the information you will need can be found in:

Pub. 505, Tax Withholding and Estimated Tax

Other available information:

Pub. 553, Highlights of 1991 Tax Changes

Instructions for the 1991 Forms 1040 or 1040A

For forms and publications, call 1-800-829-3676

For assistance, call 1-800-829-1040

Tax Law Changes Effective for 1992

Use your 1991 tax return as a guide for figuring your estimated tax, but be sure to consider the changes noted in this section. For other changes that may affect your 1992 estimated tax, see Pub. 553.

Expiring Tax Provisions. At the time this package went to print, several tax provisions, including the self-employed health insurance deduction, were scheduled to expire 12/31/91. See Pub. 553 to find out if these provisions were extended.

Limit on Use of Prior Year's Tax. Some individuals (other than farmers and fishermen) with income over a certain amount must make a special computation to figure their estimated tax payments. Although these individuals may use 100% of their 1991 tax to figure the amount of their first payment, they may not be able to use that amount to figure their remaining payments. To see if this special computation applies to you, first fill in the 1992 Estimated Tax Worksheet (on page 3) through line 14b. Then, answer the questions below. But if you answer NO to any question, stop and read the instructions below question 3.

1. Did you make any estimated tax payments for 1991, 1990, or 1989, **OR** were you charged an estimated tax penalty for any of those years? (If either applies, answer "Yes.") Yes No
2. Is your 1992 adjusted gross income (AGI) on line 1 of the worksheet more than \$75,000 (\$37,500 if married filing separately)? Yes No
3. Do you expect your 1992 modified AGI (defined on page 2) to exceed your 1991 actual AGI by more than \$40,000 (\$20,000 if married filing separately)? Yes No

If you answered **NO** to any of the questions above, you don't have to make the special computation. Instead, fill in the rest of the worksheet on page 3.

If you answered **YES** to all three of the questions above, you must make the special computation. Do not fill in the rest of the worksheet on page 3. Instead, use the **1992 Estimated Tax Worksheet Limiting Use of Prior Year's Tax** in Pub. 505 to figure all your estimated tax payments. That worksheet uses 100% of your 1991 tax to figure your first payment.

Modified AGI for this purpose means AGI figured without including any gain from the sale or exchange of your main home or gain from a casualty, theft, condemnation, or other involuntary conversion required to be shown on your 1992 return. Partners and shareholders in an S corporation must include their income, gains and losses (other than from the disposition of their interests in a partnership or S corporation), and deductions for 1991 from the partnership or S corporation instead of the amounts for 1992. But this rule does not apply to general partners, partners who owned at least a 10% capital or profit interest in the partnership, or shareholders who owned at least 10% of the stock (vote or value) of the S corporation.

Standard Deduction for 1992. If you do not itemize your deductions, you may take the 1992 standard deduction listed below:

Filing Status	Standard Deduction
Married filing jointly or Qualifying widow(er)	\$6,000
Head of household	\$5,250
Single	\$3,600
Married filing separately	\$3,000

Caution: If you can be claimed as a dependent on another person's 1992 return, your standard deduction is the greater of \$600 or your earned income, up to the standard deduction amount.

An additional amount is added to the standard deduction if:

- You are an unmarried individual (single or head of household) and are:

65 or older or blind	\$900
65 or older and blind	\$1,800
- You are a married individual (filing jointly or separately) or a qualifying widow(er) and are:

65 or older or blind	\$700
65 or older and blind	\$1,400
Both spouses 65 or older	\$1,400 *
Both spouses 65 or older and blind	\$2,800 *

* If married filing separately, these amounts apply only if you can claim an exemption for your spouse.

To Figure Your Estimated Tax Use

- The 1992 Estimated Tax Worksheet on page 3
- The instructions below for the worksheet on page 3
- The 1992 Tax Rate Schedules on this page
- Your 1991 tax return as a guide

See the 1991 Instructions for Form 1040 or 1040A for information on figuring your income, deductions, and credits, including the taxable amount of social security benefits.

To amend or correct your estimated tax, see Amending Estimated Tax Payments on page 4.

Instructions for Worksheet on Page 3

Line 7—Additional Taxes. Enter the additional taxes from **Form 4970**, Tax on Accumulation Distribution of Trusts, or **Form 4972**, Tax on Lump-Sum Distributions.

Line 9—Credits. See the 1991 Form 1040, lines 41 through 45, or Form 1040A, lines 24a and 24b, and the related instructions.

Line 11—Self-Employment Tax. If you and your spouse make joint estimated tax payments and you both have self-employment income, figure the self-employment tax separately. Enter the total on line 11. When figuring your estimate of 1992 net earnings from self-employment, be sure to use only 92.35% of your total net profit from self-employment.

If your estimate of 1992 net earnings from self-employment is more than \$55,500 but less than \$130,200, multiply the amount in excess of \$55,500 by .029. Add \$8,491.50 to the result and enter the total on line 11. If your estimate of 1992 net earnings from self-employment is \$130,200 or more, enter \$10,657.80 on line 11.

Line 12—Other Taxes. Enter any other taxes, such as tax on early distributions (Form 5329, Part II, only), and alternative minimum tax. Do not include any recapture of Federal mortgage subsidy. For details, see page 26 of the 1991 Instructions for Form 1040. You do not have to include social security and Medicare tax on tip income not reported to your employer or uncollected employee social security and Medicare or RRTA tax on tips or group-term life insurance.

1992 Tax Rate Schedules

Caution: Do not use these Tax Rate Schedules to figure your 1991 taxes. Use only to figure your 1992 estimated taxes.

Single—Schedule X

If line 5 is:	But not over—	The tax is:	of the amount over—
Over—	But not over—		
\$0	\$21,450	15%	\$0
21,450	51,900	\$3,217.50 + 28%	21,450
51,900	-----	11,743.50 + 31%	51,900

Head of household—Schedule Z

If line 5 is:	But not over—	The tax is:	of the amount over—
Over—	But not over—		
\$0	\$28,750	15%	\$0
28,750	74,150	\$4,312.50 + 28%	28,750
74,150	-----	17,024.50 + 31%	74,150

Married filing jointly or Qualifying widow(er)—Schedule Y-1

If line 5 is:	But not over—	The tax is:	of the amount over—
Over—	But not over—		
\$0	\$35,800	15%	\$0
35,800	86,500	\$5,370.00 + 28%	35,800
86,500	-----	19,566.00 + 31%	86,500

Married filing separately—Schedule Y-2

If line 5 is:	But not over—	The tax is:	of the amount over—
Over—	But not over—		
\$0	\$17,900	15%	\$0
17,900	43,250	\$2,685.00 + 28%	17,900
43,250	-----	9,783.00 + 31%	43,250

1992 Estimated Tax Worksheet (keep for your records)

1 Enter amount of adjusted gross income you expect in 1992	1		
2 • If you plan to itemize deductions, enter the estimated total of your itemized deductions. Caution: If line 1 above is over \$105,250 (\$52,625 if married filing separately), your deduction may be reduced. See Pub. 505 for details. • If you do not plan to itemize deductions, see Standard Deduction for 1992 on page 2, and enter your standard deduction here.	2		
3 Subtract line 2 from line 1	3		
4 Exemptions. Multiply \$2,300 by the number of personal exemptions. If you can be claimed as a dependent on another person's 1992 return, your personal exemption is not allowed. Caution: If line 1 above is over \$157,900 (\$131,550 if head of household; \$105,250 if single; \$78,950 if married filing separately), get Pub. 505 to figure the amount to enter	4		
5 Subtract line 4 from line 3	5		
6 Tax. Figure your tax on the amount on line 5 by using the 1992 Tax Rate Schedules on page 2. DO NOT use the Tax Table or the Tax Rate Schedules in the 1991 Form 1040 or Form 1040A instructions. Caution: If you have a net capital gain and line 5 is over \$86,500 (\$74,150 if head of household; \$51,900 if single; \$43,250 if married filing separately), get Pub. 505 to figure the tax	6		
7 Additional taxes (see line 7 instructions)	7		
8 Add lines 6 and 7	8		
9 Credits (see line 9 instructions). Do not include any income tax withholding on this line	9		
10 Subtract line 9 from line 8. Enter the result, but not less than zero	10		
11 Self-employment tax. Estimate of 1992 net earnings from self-employment \$.....; if \$55,500 or less , multiply the amount by .153; if more than \$55,500 , see line 11 instructions for the amount to enter. Caution: If you also have wages subject to social security or Medicare tax, get Pub. 505 to figure the amount to enter	11		
12 Other taxes (see line 12 instructions)	12		
13a Add lines 10 through 12	13a		
b Earned income credit and credit from Form 4136	13b		
c Subtract line 13b from line 13a. Enter the result, but not less than zero. THIS IS YOUR TOTAL 1992 ESTIMATED TAX ▶	13c		
14a Multiply line 13c by 90% (66⅔% for farmers and fishermen)	14a		
b Enter 100% of the tax shown on your 1991 tax return	14b		
Caution: If 14b is smaller than 14a and line 1 above is over \$75,000 (\$37,500 if married filing separately), stop here and see Limit on Use of Prior Year's Tax on page 1 before continuing.			
c Enter the smaller of line 14a or 14b. THIS IS YOUR REQUIRED ANNUAL PAYMENT . . . ▶	14c		
Caution: Generally, if you do not prepay at least the amount on line 14c, you may owe a penalty for not paying enough estimated tax. To avoid a penalty, make sure your estimate on line 13c is as accurate as possible. If you prefer, you may pay 100% of your 1992 estimated tax (line 13c). For more details, get Pub. 505.			
15 Income tax withheld and estimated to be withheld during 1992 (including income tax withholding on pensions, annuities, certain deferred income, etc.)	15		
16 Subtract line 15 from line 14c. (Note: If line 13c minus line 15 is less than \$500, you do not have to make estimated tax payments.) If you are applying an overpayment from 1991 to 1992 estimated tax, see How To Complete and Use the Payment-Voucher on page 4	16		
17 If the first payment you are required to make is due April 15, 1992, enter ¼ of line 16 (minus any 1991 overpayment that you are applying to this installment) here and on your payment-voucher(s)	17		

Payment Due Dates

Use one of the following charts to determine your payment due dates. Payments are due by the dates indicated whether or not you are outside the United States and Puerto Rico.

You may have a large change in income, deductions, additional taxes, or credits during the year that may require you to make estimated tax payments. If you meet the requirement to make estimated tax payments after March 31, use Chart B. Otherwise, use Chart A to determine the payment due dates.

Whether you have steady or unexpected income, you do not have to make the payment due January 15, 1993, if you:

- File your 1992 Form 1040 or 1040A by February 1, 1993, and
- Pay the entire balance due with the return.

Chart A—Individuals With Steady Income. You may pay all of your estimated tax by April 15, 1992, or in four equal amounts by the dates below.

Estimated payments due by:

1st Payment	April 15, 1992
2nd Payment	June 15, 1992
3rd Payment	Sept. 15, 1992
4th Payment	Jan. 15, 1993

Chart B—Individuals With Unexpected Income. Use the amount on line 16 of the estimated tax worksheet, minus any 1991 overpayment that was applied to 1992, for the estimated tax due.

If the requirement to pay estimated tax is met after:	Payment date is:	Of the estimated tax due, pay:
Mar. 31 and before June 1	June 15, 1992	1/2
May 31 and before Sept. 1	Sept. 15, 1992	3/4
Aug. 31	Jan. 15, 1993	all

Farmers and Fishermen. If at least two-thirds of your gross income for 1991 or 1992 is from farming or fishing, you may do one of the following:

- Pay all of your estimated tax by January 15, 1993, or
- File your 1992 Form 1040 by March 1, 1993, and pay the total tax due. In this case, 1992 estimated payments are not required.

Fiscal Year Filers. You are on a fiscal year if your 12-month tax period ends on any day except December 31. Due dates for fiscal year filers are the 15th day of the 4th, 6th, and 9th months and the 1st month of the following fiscal year. If any payment date falls on a Saturday, Sunday, or legal holiday, use the next working day.

Amending Estimated Tax Payments

To change or amend your estimated payments, first refigure your estimated tax using the worksheet on page 3. From your new estimated tax, subtract any amount of 1991 tax overpayment credited to 1992 and any estimated payments made to date. Make your remaining payments using the instructions for Payment Due Dates on this page.

When a Penalty is Applied

In some cases, you may owe a penalty when you file your return. The penalty is imposed on each underpayment for the number of days it remains unpaid. A penalty may be applied if you did not pay enough estimated tax, or you did not make the payments on time or in the required amount. A penalty may apply even if you have an overpayment on your tax return.

The penalty may be waived under certain conditions. See Pub. 505 for details.

How To Complete and Use the Payment-Voucher

There is a separate voucher for each due date. Please be sure you use the voucher with the correct due date shown in the upper right corner. Complete and send in the voucher only if a payment is due. To complete your voucher:

- Type or print your name, address, and social security number in the space provided on the voucher. If filing a joint voucher, also enter your spouse's name and social security number.
- Enter the amount you are sending in on the payment line of the voucher. You may apply all or part of your 1991 overpayment to any voucher.
- Enclose your payment, making the check or money order payable to: "Internal Revenue Service" (Not "IRS").
- Do not staple or attach your payment to the voucher.
- Write your social security number and "1992 Form 1040-ES" on your check or money order.
- Mail your payment-voucher to the address shown on page 5 for the place where you live.
- Fill in the Record of Estimated Tax Payments on page 5 for your files.

If you changed your name and made estimated tax payments using your old name, attach a statement to the front of your 1992 Form 1040 or 1040A. List all of the estimated tax payments you and your spouse made for 1992, the address where you made the payments, and the name(s) and social security number(s) under which you made the payments.

Record of Estimated Tax Payments (see page 4 for correct payment due dates)

Payment number	(a) Date	(b) Amount paid	(c) 1991 overpayment credit applied	(d) Total amount paid and credited (add (b) and (c))
1				
2				
3				
4				
Total				

Where To File Your Payment-Voucher

Mail your payment-voucher to the Internal Revenue Service at the address shown below for the place where you live. Do not mail your tax return to this address. Also do not mail your estimated tax payments to the address shown in the Form 1040 or 1040A instructions.

Note: For proper delivery of your estimated tax payment, you must include the P.O. box number, if any, in the address.

If you live in:	Use this address:
New Jersey, New York (New York City and counties of Nassau, Rockland, Suffolk, and Westchester)	P.O. Box 162 Newark, NJ 07101-0162
New York (all other counties), Connecticut, Maine, Massachusetts, New Hampshire, Rhode Island, Vermont	P.O. Box 371999 Pittsburgh, PA 15250-7999
Delaware, District of Columbia, Maryland, Pennsylvania, Virginia	P.O. Box 8318 Philadelphia, PA 19162-0825
Florida, Georgia, South Carolina	P.O. Box 62001 Philadelphia, PA 19162-0300
Indiana, Kentucky, Michigan, Ohio, West Virginia	P.O. Box 7422 Chicago, IL 60680-7422
Alabama, Arkansas, Louisiana, Mississippi, North Carolina, Tennessee	P.O. Box 371300M Pittsburgh, PA 15250-7300
Illinois, Iowa, Minnesota, Missouri, Wisconsin	P.O. Box 6413 Chicago, IL 60680-6413
Kansas, New Mexico, Oklahoma, Texas	P.O. Box 970001 St. Louis, MO 63197-0001
Alaska, Arizona, California (counties of Alpine, Amador, Butte, Calaveras, Colusa, Contra Costa, Del Norte, El Dorado, Glenn, Humboldt, Lake, Lassen, Marin, Mendocino, Modoc, Napa, Nevada, Placer, Plumas, Sacramento, San Joaquin, Shasta, Sierra, Siskiyou, Solano, Sonoma, Sutter, Tehama, Trinity, Yolo, and Yuba), Colorado, Idaho, Montana, Nebraska, Nevada, North Dakota, Oregon, South Dakota, Utah, Washington, Wyoming	P.O. Box 510000 San Francisco, CA 94151-5100
California (all other counties), Hawaii	P.O. Box 54030 Los Angeles, CA 90054-0030
American Samoa	P.O. Box 8318 Philadelphia, PA 19162-0825
Guam	Commissioner of Revenue and Taxation 855 West Marine Drive Agana, GU 96910
The Commonwealth of the Northern Mariana Islands	P.O. Box 8318 Philadelphia, PA 19162-0825
Puerto Rico (or if excluding income under section 933)	P.O. Box 8318 Philadelphia, PA 19162-0825
Virgin Islands: Nonpermanent residents	P.O. Box 8318 Philadelphia, PA 19162-0825
Permanent residents*	V.I. Bureau of Internal Revenue Lockharts Garden No. 1A Charlotte Amalie St. Thomas, VI 00802

* You must prepare separate vouchers for estimated income tax and self-employment tax payments. Send the income tax vouchers to the V.I. address and the self-employment tax vouchers to the address for V.I. nonpermanent residents shown above.

Tear off here

Form **1040-ES**

Department of the Treasury
Internal Revenue Service

1992
Payment-
Voucher 4

OMB No. 1545-0087

Calendar year—Due Jan. 15, 1993

Return this voucher with check or money order payable to the "Internal Revenue Service." Please write your social security number and "1992 Form 1040-ES" on your check or money order. Please do not send cash. Enclose, but do not staple or attach, your payment with this voucher. File only if you are making a payment of estimated tax.

Amount of payment \$	Please type or print	Your first name and initial	Your last name	Your social security number
		If joint payment, complete for spouse		
		Spouse's first name and initial	Spouse's last name	Spouse's social security number
		Address (number, street, and apt. no.)		
		City, state, and ZIP code		

Calendar year—Due Sept. 15, 1992

Return this voucher with check or money order payable to the **"Internal Revenue Service."** Please write your social security number and "1992 Form 1040-ES" on your check or money order. Please do not send cash. Enclose, but do not staple or attach, your payment with this voucher. File only if you are making a payment of estimated tax.

Amount of payment \$	Please type or print	Your first name and initial	Your last name	Your social security number	
		If joint payment, complete for spouse			
		Spouse's first name and initial	Spouse's last name	Spouse's social security number	
		Address (number, street, and apt. no.)			
		City, state, and ZIP code			

For Paperwork Reduction Act Notice, see instructions on page 1.

Tear off here

Calendar year—Due June 15, 1992

Return this voucher with check or money order payable to the **"Internal Revenue Service."** Please write your social security number and "1992 Form 1040-ES" on your check or money order. Please do not send cash. Enclose, but do not staple or attach, your payment with this voucher. File only if you are making a payment of estimated tax.

Amount of payment \$	Please type or print	Your first name and initial	Your last name	Your social security number	
		If joint payment, complete for spouse			
		Spouse's first name and initial	Spouse's last name	Spouse's social security number	
		Address (number, street, and apt. no.)			
		City, state, and ZIP code			

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Tear off here

Calendar year—Due April 15, 1992

Return this voucher with check or money order payable to the **"Internal Revenue Service."** Please write your social security number and "1992 Form 1040-ES" on your check or money order. Please do not send cash. Enclose, but do not staple or attach, your payment with this voucher. File only if you are making a payment of estimated tax.

Amount of payment \$	Please type or print	Your first name and initial	Your last name	Your social security number	
		If joint payment, complete for spouse			
		Spouse's first name and initial	Spouse's last name	Spouse's social security number	
		Address (number, street, and apt. no.)			
		City, state, and ZIP code			

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