

# Underpayment of Estimated Tax by Farmers and Fishermen

Department of the Treasury  
Internal Revenue Service

▶ **Attach to Form 1040, Form 1040NR, or Form 1041.**  
▶ **See instructions on back.**

Name(s) shown on tax return

Identifying number

**Note:** In most cases, you do not need to file Form 2210-F. The IRS will figure any penalty you owe and send you a bill. File Form 2210-F **only** if one or both of the boxes in Part I apply to you. If you do not need to file Form 2210-F, you still may use it to figure your penalty. Enter the amount from line 18 on the penalty line of your return, but do not attach Form 2210-F.

**Part I Reasons For Filing**—If 1a below applies to you, you may be able to lower or eliminate your penalty. But you **MUST** check that box and file Form 2210-F with your tax return. If 1b below applies to you, check that box and file Form 2210-F with your tax return.

- 1** Check whichever boxes apply (if neither applies, see the **Note** above Part I):
- a**  You request a **waiver**. In certain circumstances, the IRS will waive all or part of the penalty. See the instructions for **Waiver of Penalty**.
  - b**  Your required annual payment (line 13 below) is based on your 1992 tax and you filed or are filing a joint return for either 1992 or 1993 but not for both years.

**Part II Figure Your Underpayment**

<b>2</b> Enter your 1993 tax after credits from Form 1040, line 46; Form 1040NR, line 44; or Form 1041, Schedule G, line 4 . . . . .	<b>2</b>		
<b>3</b> Other taxes. See instructions . . . . .	<b>3</b>		
<b>4</b> Add lines 2 and 3 . . . . .	<b>4</b>		
<b>5</b> Earned income credit . . . . .	<b>5</b>		
<b>6</b> Credit for Federal tax paid on fuels . . . . .	<b>6</b>		
<b>7</b> Add lines 5 and 6 . . . . .	<b>7</b>		
<b>8</b> Current year tax. Subtract line 7 from line 4 . . . . .	<b>8</b>		
<b>9</b> Multiply line 8 by 66 <sup>2</sup> / <sub>3</sub> % . . . . .	<b>9</b>		
<b>10</b> Withholding taxes. <b>Do not</b> include any estimated tax payments on this line. See instructions . . . . .	<b>10</b>		
<b>11</b> Subtract line 10 from line 8. If less than \$500, stop here; <b>do not</b> complete or file this form. You do not owe the penalty . . . . .	<b>11</b>		
<b>12</b> Tax shown on your prior year (1992) return. <b>Caution:</b> See instructions . . . . .	<b>12</b>		
<b>13</b> <b>Required annual payment.</b> Enter the <b>smaller</b> of line 9 or line 12. See instructions. . . . . <b>Note:</b> If line 10 is equal to or more than line 13, stop here; you do not owe the penalty. Do not file Form 2210-F unless you checked box 1b above.	<b>13</b>		
<b>14</b> Amounts withheld during 1993 and amounts paid or credited by January 18, 1994. . . . .	<b>14</b>		
<b>15</b> <b>Underpayment.</b> Subtract line 14 from line 13. If the result is zero or less, stop here; you do not owe the penalty. Do not file Form 2210-F unless you checked box 1b above. . . . .	<b>15</b>		

**Part III Figure the Penalty**

<b>16</b> Enter the date the amount on line 15 was paid or April 15, 1994, whichever is earlier . . . . .	<b>16</b>	/	/ 94
<b>17</b> Number of days FROM January 15, 1994, TO the date on line 16 . . . . .	<b>17</b>		
<b>18</b> <b>Penalty.</b> Underpayment on line 15 × $\frac{\text{Number of days on line 17}}{365}$ × .07 . . . . . ▶	<b>18</b>		

• Form 1040 filers, enter the amount from line 18 on Form 1040, line 65.  
 • Form 1040NR filers, enter the amount from line 18 on Form 1040NR, line 66.  
 • Form 1041 filers, enter the amount from line 18 on Form 1041, line 26.

## Paperwork Reduction Act Notice

We ask for the information on this form 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 and file this form will vary depending on individual circumstances. The estimated average time is:

Recordkeeping . . . . .	33 min.
Learning about the law or the form . . . . .	7 min.
Preparing the form . . . . .	20 min.
Copying, assembling, and sending the form to the IRS . . . . .	20 min.

If you have comments concerning the accuracy of these time estimates or suggestions for making this form more simple, we would be happy to hear from you. You can write to both the IRS and the Office of Management and Budget at the addresses listed in the instructions for the tax return with which this form is filed.

## General Instructions

### A Change To Note

The Revenue Reconciliation Act of 1993 made changes in the tax law that may affect your 1993 tax liability. The IRS will waive all or part of the estimated tax penalty to the extent the underpayment is attributable to changes made by the new law. See the instructions under **Waiver of Penalty** on this page.

If you are filing **Form 8841**, Deferral of Additional 1993 Taxes, and your underpayment was due solely to the 1993 rate increases, the IRS will automatically waive the penalty and you **do not** need to file Form 2210-F to request a waiver.

### Purpose of Form

If you are an individual or a fiduciary and at least two-thirds of your 1992 or 1993 gross income is from farming or fishing, use Form 2210-F to see if you must pay a penalty for underpaying your estimated tax.

### IRS Will Figure the Penalty for You

In most cases, the IRS will figure the penalty for you. Complete your return as usual, leave the penalty line on your return blank, and do not attach Form 2210-F. If you owe the penalty, we will send you a bill. And as long as you file your return by April 15, 1994, we will not charge you interest if the bill is paid within 10 days after the notice date.

**Note:** If you checked either of the boxes in Part I of the form, you must figure the penalty yourself and attach the completed form to your return.

### Who Must Pay the Underpayment Penalty

You may be charged a penalty if, for 1993, you did not pay at least 66⅔% of your 1993 tax liability or 100% of your 1992 tax liability (if you filed a 1992 return that covered a full 12 months), whichever is less.

### Exceptions to the Penalty

You will not have to pay the penalty or file this form if any of the following applies:

1. You file your return and pay the tax due by March 1, 1994.
2. You had no tax liability for 1992, you were a U.S. citizen or resident for all of 1992, and your 1992 tax return was, or would have been had you been required to file, for a full 12 months.
3. The total tax shown on your 1993 return minus the amount of tax you paid through withholding is less than \$500. To determine whether the total tax is less than \$500, complete lines 2 through 11.

### Waiver of Penalty

If you have an underpayment on line 15, all or part of the penalty for that underpayment will be waived if the IRS determines that:

1. The underpayment was due to a casualty, disaster, or other unusual circumstances, and it would be inequitable to impose the penalty, or
2. In 1992 or 1993, you retired after age 62 or became disabled, and your underpayment was due to reasonable cause, or
3. An underpayment for any period before April 16, 1994, was attributable to changes made by the Revenue Reconciliation Act of 1993.

To request any of the above waivers, do the following:

- a. Check the box on line 1a.
- b. Complete Form 2210-F up to line 18 without regard to the waiver. Write the amount you want waived in parentheses on the dotted line to the left of line 18. Subtract this amount from the total penalty you figured without regard to the waiver, and enter the result on line 18.
- c. Attach Form 2210-F and a statement to your return explaining the reasons you were unable to meet the estimated tax requirements.
- d. If you are requesting a penalty waiver due to a casualty, disaster, or other unusual circumstances, attach documentation such as police and insurance company reports.
- e. If you are requesting a penalty waiver due to retirement or disability, attach documentation that shows your retirement date (and your age on that date) or the date you became disabled.

The IRS will review the information you provide and will decide whether to grant your request for a waiver.

### Additional Information

For a definition of gross income from farming and fishing, and more information, get **Pub. 505**, Tax Withholding and Estimated Tax.

### Specific Instructions

If you file an **amended return** by the due date of your original return, use the amounts shown on your amended return to figure your underpayment. If you file an amended return after the due date of your original return, use the amounts shown on the original return.

**Exception.** If you and your spouse file a joint return after the due date to replace separate returns you originally filed by the due date, use the amounts shown on the joint return to figure your underpayment. This rule applies only if both original separate returns were filed on time.

### Line 3

Enter the total of the following amounts on line 3:

- Self-employment tax,
- Alternative minimum tax,
- Tax from recapture of investment credit or low-income housing credit,
- Tax on early distributions from a qualified retirement plan (including your IRA), annuity, or modified endowment contract (entered into after June 20, 1988),
- Internal Revenue Code section 72(m)(5) penalty tax,
- Excise tax on golden parachute payments,
- Advance earned income credit payments,
- An increase or decrease in tax as a shareholder in a qualified electing fund, and
- Interest due under Internal Revenue Code sections 453(l)(3) and 453A(c) on certain installment sales of property.

### Line 10

Enter the taxes withheld from Form 1040, lines 54 and 58a; Form 1040NR, lines 52, 56, 59, and 60; or Form 1041, line 24e.

### Line 12

#### Tax Shown on Your Prior Year (1992)

**Return.**—Figure your 1992 tax by using the taxes and credits from your 1992 tax return. Use the same taxes and credits as shown on lines 2, 3, 5, and 6 of this form.

If you did not file a return for 1992 or if your 1992 tax year was less than 12 months, **do not** complete line 12. Instead, enter the amount from line 9 on line 13. However, see **Exceptions to the Penalty** on this page.

**Filing Status Change.**—If you are filing a joint return for 1993, but you **did not** file a joint return for 1992, add the tax shown on your 1992 return to the tax shown on your spouse's 1992 return and enter the total on line 12. If you filed a joint return for 1992 but you are **not** filing a joint return for 1993, see Pub. 505 to figure your share of the 1992 tax to enter on line 12.

### Line 13

Compare the amounts on lines 9 and 12. Enter the **smaller** of the two amounts on line 13.

If the amount on line 10 is equal to or more than the amount on line 13, you will not have to complete or attach Form 2210-F unless the amount you enter on line 13 is the tax shown on your prior year return (from line 12) **AND** box 1b in Part I applies to you.

### Line 14

Enter the estimated tax payments you made plus any Federal income tax withheld and excess social security, Medicare, and railroad retirement tax paid.

