RI-2220 : UNDERPAYMENT OF ESTIMATED TAX BY CORPORATIONS : **2004**

Name: _____ : E.I.D. #: _____

Part I - How to Figure Your Underpayment (Note: If your tax for prior year was less than $500.00 you do not have to file Form RI 2220. If you meet the exception, complete only Lines 7 and 8.)

1. 2004 tax (Line 17, Form RI-1120C)…………………………………………

2. 80% of Line 1 …………………………………………………………………

	(a)	(b)
3. Enter in columns (a) and (b) the installment due dates which are the 15th day of the 3rd month, and the 15th day of the sixth month………………………		
4. Enter 40% of Line 2 in column (a) and 60% of Line 2 in column (b)……………………………………		
5. a Amount paid or credited for each period ………………………………………………		
b Overpayment of prior installment ………………………………		
c Add lines 5a and 5b………………………………………		
6. Underpayment (Line 4 Less Line 5c) ……………………………		

Part II Exception to the underpayment interest

7. Enter Line 5 columns a and b ………………………………………		
8. Exception, tax on prior year's income based on the facts shown on the prior year's return but using current year's rates ……………………………………………		

(If line 8 is equal to or less than line 7 - stop here - no interest due)

Part III How to Figure the Interest

	SEE CHART ON	REVERSE SIDE
9. Amount on Line 6 (a) and (b) ………………………………		
10. Underestimated Rate of Interest……………………………		
11. Line 9 times Line 10 ………………………………………		
12. Total columns (a) and (b) Line 11 ………………………………		

Total Underestimated Interest
(Carry to Line 22 RI-1120C)

CHART FOR PAGE 1, LINE 11 UNDERESTIMATE INTEREST PERCENTAGE

- - - - FISCAL PERIOD - - - -				- - - - EFFECTIVE RATE - - - -	
(COL 1)		(COL 2)		- - - - - (COL 3) - - - - -	
BEGINNING		ENDING		1ST PER	2ND PER
MON	YR	MON	YR		
- - -	- -	- - -	- -	- - - - - - -	- - - - - - -
JAN	2004	DEC	2004	0.120000	0.089753
FEB	2004	JAN	2005	0.120000	0.090082
MAR	2004	FEB	2005	0.120000	0.089753
APR	2004	MAR	2005	0.120000	0.089753
MAY	2004	APR	2005	0.120000	0.089753
JUN	2004	MAY	2005	0.120000	0.089753
JUL	2004	JUN	2005	0.120000	0.090082
AUG	2004	JUL	2005	0.120000	0.089753
SEP	2004	AUG	2005	0.120000	0.089753
OCT	2004	SEP	2005	0.120000	0.090411
NOV	2004	OCT	2005	0.120000	0.090411
DEC	2004	NOV	2005	0.120000	0.090740

INSTRUCTIONS FOR CHART

1. Look up beginning and ending of taxable year in Column 1 and Column 2 of chart.

2. Follow along same line to get interest percentage for each of the two periods of underpayment.

3. Insert the two period percentages from Columns 3 and 4 of chart into Line 10 Columns a and b on front page.