RI-2220   UNDERPAYMENT OF ESTIMATED TAX BY CORPORATIONS   2006

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.   2006 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 the prior year's income based on the facts shown on the prior year's return, but using the 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

9. Amount on Line 6 (a) and (b) ………………………………..		
10. Underestimated Rate of Interest (See chart on reverse side)……..		
11. Line 9 times Line 10 ………………………………..………		

12. **Total Underestimated Interest** - Add Line 11 columns (a) and (b) …………|_____|
(Carry amount on Line 12 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	2006	DEC	2006	0.150000	0.112191
FEB	2006	JAN	2007	0.155000	0.116356
MAR	2006	FEB	2007	0.160000	0.119671
APR	2006	MAR	2007	0.165000	0.123410
MAY	2006	APR	2007	0.170000	0.127540
JUN	2006	MAY	2007	0.175000	0.130890
JUL	2006	JUN	2007	0.180000	0.135123
AUG	2006	JUL	2007	0.180000	0.134630
SEP	2006	AUG	2007	0.180000	0.134630
OCT	2006	SEP	2007	0.180000	0.135617
NOV	2006	OCT	2007	0.180000	0.135617
DEC	2006	NOV	2007	0.180000	0.136110

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.