

Underpayment of Estimated Tax by Corporations

2021

5806

For calendar year 2021 or fiscal year beginning (mm/dd/yyyy) and ending (mm/dd/yyyy).

Corporation name

California corporation number

Part I Figure the Underpayment

Table with 5 columns: Line number, (a), (b), (c), (d). Rows include: 1 Current year's tax, 2 Installment due dates, 3 Percentage required, 4 Amount due, 5a Amount paid or credited, 5b Overpayment from previous installment, 6 Add line 5a and line 5b, 7 Underpayment.

Part II Exceptions to the Penalty. See instructions. If Exception A, line 8a is met for all four installments, do not attach this form to the return. If Exception B or C is met, for any installment, attach form FTB 5806 to the back of Form 100, Form 100W, Form 100S or Form 109.

Table with 9 columns: Line number, (a), (b), (c), (d), (e), (f), (g), (h). Rows include: 8a Exception A - Regular Corporations, 8b Exception A - Large Corporations, 9 Exception B, 10 Exception C.

Part III Figure the Penalty. If line 7 shows an underpayment for any installment and none of the three exceptions is met, figure the penalty for that installment by completing line 11 through line 22.

Table with 5 columns: Line number, (a), (b), (c), (d). Rows include: 11 Enter the earlier of the payment date, 12 Number of days from date shown on line 2, 13 Number of days on line 12 before 7/01/21, 14 Number of days on line 12 after 6/30/21, 15 Number of days on line 12 after 12/31/21, 16 For fiscal year corporations only, 17 For fiscal year corporations only, 18 Number of days on line 13, 19 Number of days on line 14, 20 Number of days on line 15, 21 Number of days on line 16, 22 Number of days on line 17, 22a Add amounts for each column from line 18, 22b Total estimated penalty due.

Part IV Exceptions Worksheets. Even if line 7 shows an underpayment for any installment, the Franchise Tax Board will **not** assess a penalty if timely payments were made and they equal or exceed the amount determined under any of the three exceptions for the same installment period.

Exception A — Prior Year's Tax — Regular Corporations

23	Prior year's tax (the return must have been for a full 12 months)				23			
	(a)		(b)		(c)		(d)	
	30%		70%		70%		100%	
	(not less than min.)							
24	Enter line 23 x the percentage shown.				24			
25	Amount paid by the installment due date (cumulative)				25			
26	If line 25 is greater than line 24, the exception is met. Check "Yes" here and check the applicable "Yes" box in Part II, line 8a. If line 24 is greater than line 25, the exception is not met. Check "No" here and check the applicable "No" box in Part II, line 8a.				26		Yes	No
			Yes	No	Yes	No	Yes	No

Exception A — Prior Year's Tax — Large Corporations

Use this exception only if prior year tax is less than current year tax.

27	Current year's tax. See instructions				27			
	1st Installment		2nd Installment					
28 a	Installment due. Enter line 23 x 30%.				28a			
28 b	Installment due. Enter line 27 x 70%.				28b			
29	Amount paid by the installment due date (cumulative)				29			
30	If line 29 is greater than line 28 for both installments, the exception is met. Check "Yes" here for each installment and check the applicable "Yes" box in Part II, line 8b. The exception to the penalty applies only if line 29 is greater than line 28 for both installments. If line 28 is greater than line 29 for either installment, the exception is not met. Check "No" here and check the applicable "No" box in Part II, line 8b.				30		Yes	No
			Yes	No	Yes	No	Yes	No

See instructions regarding amounts to use for installment 3 and installment 4.

Exception B — Tax on Annualized Current Year Income

	(a)		(b)		(c)		(d)	
	30%		70%		70%		100%	
	(not less than min.)							
31	Enter number of months for each period. See instructions ►				31			
32	Enter taxable income for each annualization period				32			
33 a	Annualization amounts. See instructions				33a			
33 b	Annualized taxable income. Multiply line 31 by line 32				33b			
33 c	R&TC Section 23802(e) deduction (S corporations only)				33c			
34	Net income. Subtract line 33b from line 33a				34			
35	Tax. Multiply line 33c by the current tax rate				35			
36	Tax credits for each payment period.				36			
37	Subtract line 35 from line 34				37			
38	Other taxes*				38			
39	Total tax. Add line 36 and line 37				39			
40	Applicable percentage. For short period returns (taxable year of less than 12 months), see the instructions for Part I, line 3.				40			
41	Installment due. Multiply line 38 by line 39				41			
42	Amount paid by the installment due date (cumulative)				42		Yes	No
			Yes	No	Yes	No	Yes	No

*Include alternative minimum tax, S corporation taxes from Schedule D (100S) and from the excess net passive income, the QSub annual tax, installment amount credit recapture, and the minimum franchise tax.

Part IV Exceptions Worksheets (Continued)

Exception C — Tax on Annualized Seasonal Income

	(a)	(b)	(c)	(d)					
	1st 3 months	1st 5 months	1st 8 months	1st 11 months					
43 Enter taxable income for the following periods:									
a Taxable year beginning in 2018	43a								
b Taxable year beginning in 2019	43b								
c Taxable year beginning in 2020	43c								
44 Enter taxable income for each period for the taxable year beginning in 2021.	44								
	1st 4 months	1st 6 months	1st 9 months	Entire year					
45 Enter taxable income for the following periods:									
a Taxable year beginning in 2018	45a								
b Taxable year beginning in 2019	45b								
c Taxable year beginning in 2020	45c								
46 Divide the amount in each column on line 43a by the amount in column (d) on line 45a	46								
47 Divide the amount in each column on line 43b by the amount in column (d) on line 45b	47								
48 Divide the amount in each column on line 43c by the amount in column (d) on line 45c	48								
49 Add line 46 through line 48	49								
50 Divide line 49 by 3	50								
	1st 4 months	1st 6 months	1st 9 months	Entire year					
51 a Divide line 44 by line 50	51a								
b R&TC Section 23802(e) deduction. (S corporations only)	51b								
c Net income. Subtract line 51b from line 51a	51c								
52 Tax. Multiply line 51c by the current tax rate	52								
53 Divide the amounts in column (a) through column (c) on line 45a by the amount in column (d) on line 45a	53								
54 Divide the amounts in column (a) through column (c) on line 45b by the amount in column (d) on line 45b	54								
55 Divide the amounts in column (a) through column (c) on line 45c by the amount in column (d) on line 45c	55								
56 Add line 53 through line 55	56								
57 Divide line 56 by 3	57								
58 Multiply the amounts in column (a) through column (c) of line 52 by the amounts in the corresponding column of line 57. In column (d), enter the amount from line 52, column (d).	58								
59 Tax credits for each payment period.	59								
60 Subtract line 59 from line 58	60								
61 Other taxes*	61								
	(not less than min.)								
62 Total tax. Add line 60 and line 61	62								
63 Amount paid by the installment due date (cumulative)	63								
64 If line 63 is greater than line 62, the exception is met. Check "Yes" here and check the applicable "Yes" box in Part II, line 10. If line 62 is greater than line 63, the exception is not met. Check "No" here and check the applicable "No" box in Part II, line 10.	64	Yes	No	Yes	No	Yes	No	Yes	No

*Include alternative minimum tax, S corporation taxes from Schedule D (100S) and from the excess net passive income, QSub annual tax, installment amount credit recapture, and the minimum franchise tax.