

**Who must file and pay**

Every financial institution taxable under Iowa Code section 422.60 with \$1,000 or more in tax due after credits must file and pay estimated tax.

**Payments of estimated tax**

Dates for paying estimated tax in equal installments are:

- a. The last day of the fourth month of the calendar or fiscal year.
- b. The last day of the sixth month of the calendar or fiscal year.
- c. The last day of the ninth month of the calendar or fiscal year.
- d. The last day of the twelfth month of the calendar or fiscal year.

**Overpayment credit for Iowa franchise tax return**

If you had an overpayment on your prior-period franchise tax return and elected to apply it as a credit to your estimated franchise tax for the current period, the amount will be automatically posted from your prior period Iowa franchise tax return to your estimated tax account.

Use the Estimated Tax Payment Schedule at the end of this worksheet to record and apply your credit. If the credit equals or exceeds the estimated tax liability for the first installment, the balance of the estimated tax can be paid in full or in equal installments beginning with Installment 2. Do not send installment forms if your current period estimate is paid in full, either by overpayment from your prior period franchise tax return or by estimated payments already submitted.

**How to complete and use the worksheet and installments**

- a. Fill out the Franchise Estimated Worksheet to compute your estimated tax for the current tax year. If the tax after credits on line 14 is less than \$1,000, you do not have to file and pay estimated tax.
- b. Enter the amount from line 17 in column b of the Estimated Tax Payment Schedule. Enter any applicable overpayment in column C. Subtract column C from column B and enter in column D "Amount to be paid" line of the installment. Use whole dollars.
- c. Enter the financial institution's name, address, and Federal Identification Number in the space provided.
- d. Detach the installment.
- e. For each remaining installment complete steps b-d.

Enclose check or money order payable to "Treasurer, State of Iowa" with the installment and mail to:

Franchise Tax Processing  
Iowa Department of Revenue  
PO Box 10413  
Des Moines IA 50306-0413

**IMPORTANT:** Be sure to use the actual tax year for "tax year ending" rather than the date the payment is due. Failure to include the correct tax year ending on each estimated voucher will lead to processing errors that may delay your refund or generate a billing.

Do not use corporation estimated forms when making franchise tax estimated payments. Do not use the holding company Federal Identification Number when making a franchise tax payment. In either case, automated processing may refund your payments to the wrong taxpayer, possibly resulting in penalty assessments to the financial institution.

**How to amend your estimated tax**

You may find after having filed and paid one or more installments that your estimated Iowa franchise tax has substantially increased or decreased. If this happens, you should:

- a. Complete a new Franchise Estimated Worksheet to arrive at your amended estimated tax.
- b. Do not mail remaining installment forms if your amended estimated tax is paid in full or if your amended estimated tax (line 14 of the worksheet) is less than \$1,000.
- c. Complete the Estimated Tax Payment Schedule and enter the amount to be paid on the "Payment Amount" line of the installment.

- d. Detach the installment and mail with required payment.
- e. For each remaining installment, complete steps c-d.

**Do not mail this form. Retain with your records.**

1. Taxable income from federal 1120 .....	1.	\$ _____
2. Interest and dividends exempt from federal income tax .....	2.	\$ _____
3. Iowa franchise tax deduction on federal 1120 .....	3.	\$ _____
4. Other additions .....	4.	\$ _____
5. Total Iowa income. Add lines 1 through 4 .....	5.	\$ _____
6. Other deductions .....	6.	\$ _____
7. Iowa net operating loss .....	7.	\$ _____
8. Total deductions. Add lines 6 and 7 .....	8.	\$ _____
9. Iowa net income subject to franchise tax. Subtract line 8 from line 5. ....	9.	\$ _____
10. Computed tax. Multiply line 9 by 5% (.05) .....	10.	\$ _____
11. Alternative minimum tax .....	11.	\$ _____
12. Total tax. Add lines 10 and 11 .....	12.	\$ _____
13. Alternative minimum tax carryforward credit and other credits .....	13.	\$ _____
14. Tax after credits. Subtract line 13 from line 12 .....	14.	\$ _____
15. Payments previously made for current period estimated tax. ....	15.	\$ _____
16. Unpaid balance. Subtract line 15 from line 14. ....	16.	\$ _____
17. Computation of installment. If first installment is to be filed on:		
• last day of the 4th month, enter 1/4 of line 16, or .....	\$ _____	
• last day of the 6th month, enter 1/3 of line 16, or .....	\$ _____	
• last day of the 9th month, enter 1/2 of line 16, or .....	\$ _____	
• last day of the 12th month, enter all of line 16.....	\$ _____	

**Estimated Tax Payment Schedule**

A Date	B Computed Installment (line 17)	C Prior Period Overpayment	D Amount to be Paid (column B less column C)
1			
2			
3			
4			