

# COLORADO

## Estimated Tax – Composite Nonresident **2012**

### Worksheet

(Instructions on back)

1. Estimated 2012 Colorado taxable income			\$	00
2. Estimated 2012 Colorado income tax—4.63% of line 1			\$	00
3. Estimated 2012 Form 106CR credits			\$	00
4. Net estimated tax, line 2 minus line 3			\$	00
Payment #	Net Amount Due	2011 Overpayment Applied	Payment Due	Due Dates
1	\$	\$	\$	April 17
2	\$	\$	\$	June 15
3	\$	\$	\$	September 15
4	\$	\$	\$	January 15, 2013

Round to the nearest dollar.

**Use the voucher below only if you cannot pay online or by EFT.**



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**(0042)** FORM 106EP (11/14/11) Web  
 COLORADO DEPARTMENT OF REVENUE

## 2012 Colorado Composite Nonresident Estimated Tax Payment Voucher

**70**

**For the calendar year 2012 or the tax year beginning:** \_\_\_\_\_, **2012, ending:** \_\_\_\_\_, **20**\_\_\_\_\_.

Return this voucher with check or money order payable to the Colorado Department of Revenue, Denver, Colorado 80261-0008. Write your Colorado Account Number and "2012 Form 106EP" on your check or money order. Do not send cash. Enclose, but do not staple or attach, your payment with this voucher. File only if you are making a payment of estimated tax.

Name of Organization		Colorado Account Number		
Address		Federal Employer Identification Number		
City	State	ZIP	Due Date	

**IF NO PAYMENT IS DUE, DO NOT FILE THIS FORM.**

The State may convert your check to a one time electronic banking transaction. Your bank account may be debited as early as the same day received by the State. If converted, your check will not be returned. If your check is rejected due to insufficient or uncollected funds, the Department of Revenue may collect the payment amount directly from your bank account electronically.

Amount of Payment

(Do not write in space below)

**(08)**

\$		.00
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# Composite Nonresident Return Estimated Income Tax

## Instructions

Estimated tax is the method used to pay tax on income that is not subject to withholding. Individuals who are not residents of Colorado (nonresidents) must pay tax on any Colorado-source income. This is intended for nonresident individuals who are included in a form 106 composite filing. See publications FYI Income 51 and Income 54 for more information, available at [www.TaxColorado.com](http://www.TaxColorado.com)

### General Rule

In most cases, you will pay estimated tax if you expect to owe more than \$1,000 in tax for 2012, after subtracting any withholding or refundable credits you might have. This rule must be calculated for each individual included in the composite return, and not as the composite as a whole.

### Required payments

The required annual amount to be paid by each individual included in the composite (if not excluded by the general rule) is the smaller of:

- a. 70% of the actual net Colorado tax liability\*
- b. 100% of the preceding year's net Colorado tax liability. This rule only applies if the preceding year was a 12-month tax year, the individual filed a Colorado return, and the federal adjusted gross income on that return was \$150,000 or less (or, if married filing separately, \$75,000 or less).
- c. 110% of the preceding year's net Colorado tax liability. This amount only applies if the preceding year was a 12-month year, and the individual filed a Colorado return.

\*The net Colorado tax liability is defined as the sum of Colorado tax, alternative minimum tax, and the recapture of prior year credits, minus the sum of all credits other than withholding and/or estimated tax credits.

### Calculating the Payment

Use the provided Worksheet to calculate the amount of estimated tax owed for each nonresident individual included in the composite. Reference the

previous year Colorado income tax return form and instructions for help determining taxable income. Submit payments according to the due date table provided. **New** – It is strongly recommended that these payments be submitted electronically to avoid problems and delays. The single form can be copied and used for each of the four quarterly payments if an electronic payment cannot be made for any reason.

### Penalties

Failure to timely remit estimated tax as necessary will result in an Estimated Tax Penalty. Exceptions will be given to farmers or fishermen who file and remit full payment by March 1. Otherwise, penalty will be calculated for each missed or late payment. For calculation specifics, or to remit this penalty before being billed, see Form 204.

### Refunds

Estimated tax payments can only be claimed as prepayment credit on the 2012 Colorado income tax return. Therefore, estimated payments cannot be refunded in any manner until such time that the Colorado income tax return is filed.

### Go Green with Revenue Online

Taxpayers can now use [www.Colorado.gov/RevenueOnline](http://www.Colorado.gov/RevenueOnline) to pay. Online payments reduce errors and provide instant payment confirmation. Revenue Online also allows users to submit various forms and to monitor their tax account. Form 106EP is not required if an online payment is made. Please be advised that a nominal processing fee may apply to online payments.

### Pay by Electronic Funds Transfer (EFT)

EFT Debit and EFT Credit options are free services of the Department. EFT services require pre-registration before payments can be made. Visit [www.Colorado.gov/revenue/eft](http://www.Colorado.gov/revenue/eft) to register for EFT or make an EFT payment.

Forms, FYI publications, and additional information is available at [www.TaxColorado.com](http://www.TaxColorado.com), or you can call 303-238-SERV (7378) for assistance.

