



# Mississippi Individual Income Tax Interest and Penalty Worksheet Instructions

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08 Use Form 80-320 if your 2016 Mississippi income tax liability exceeds \$200 to calculate interest on underpayment of estimated tax.  
09 This form is also used to calculate late payment interest and penalty, and the late filing penalty for the Resident Individual Income Tax  
10 Return (Form 80-105) and the Non-Resident/Part-Year Resident Return (Form 80-205).  
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## 12 13 Specific Line Instructions

### 14 15 Exceptions

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17  Gross income from farming or fishing is at least two-thirds of total gross income and (a) estimate tax paid by the 15th day of  
18 the first month after the close of the income year or (b) income tax return is filed by the first day of the third month following  
19 the close of the income year and tax shown due is paid.  
20

21  Filing requirements met after payment due date - compute interest in applicable columns and provide an explanation below.  
22 XX  
23 XX  
24 XX  
25 XX  
26

### 27 Underestimate

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29 **Line 1** Enter your 2016 Mississippi net income tax liability from Form 80-105, line 20, (Resident), Form 80-205, line 22  
30 (Non-Resident/Part Year) or Form 80-110, line 6 (EZ). If your 2016 Mississippi Income Tax Liability is \$200 or less, do not  
31 complete the remainder of this form; no interest is due on underestimate of tax.  
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33 **Line 3** Enter your 2015 Mississippi net income tax liability from Form 80-105, line 20, (Resident), Form 80-205, line 22  
34 (Non-Resident/Part-Year) or Form 80-110, line 6 (EZ).  
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36 **Line 4** Enter the lesser of line 2 or line 3. If line 3 is zero and your 2016 Mississippi income tax liability (line 2) exceeds \$200  
37 and no estimate payments for the 2016 tax year were made, enter the amount from line 2.  
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### 39 Late Filing Penalty

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41 **Line 13** Enter late filing penalty due. Add penalty of 5% per month, not to exceed 25% in the aggregate, from the extension  
42 due date of the return, October 15th, on the amount of net tax due from Form 80-105, line 34 (Resident) or Form 80-205,  
43 line 35 (Non-Resident/Part-Year) or Form 80-110, line 18 (EZ). The penalty shall not be less than \$100.  
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### 45 Late Payment Interest and Penalty

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47 **Line 14** Enter balance due. From Form 80-105, line 34 (Resident) or Form 80-205, line 35 (Non-resident/Part-Year) or  
48 Form 80-110, line 18 (EZ).  
49

50 **Line 15** Enter late payment interest due. Add interest of 7/10 of 1% per month from the original due date of the return, April 15th,  
51 on the amount of tax due from line 14.  
52

53 **Line 16** Enter late payment penalty due. Add penalty of 1/2% per month, not to exceed 25% in the aggregate, from the original due  
54 date of the return, April 15th, on the amount of tax due from line 14.  
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56 **Line 17** Enter the total late payment interest and penalty by adding line 15 and line 16.  
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### 58 Total Interest and Penalty

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60 **Line 18** Enter the total interest and penalty by adding line 11 plus line 13 and line 17. Enter here and on Form 80-105, line 35  
61 (Resident), or Form 80-205, line 36 (Non-Resident/Part-Year) or Form 80-110, line 19 (EZ).  
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# Mississippi Individual Income Tax Underestimate Computation Example

- 09 Line 5 Required installments. Enter 1/4th (.25) of line 4 in each columns A through D. Divide the amount on Line 4 by (4) four and enter in each column A through D.
- 12 Line 6 **Income tax withheld (column A only) and estimated tax paid.** For column (A) *only*, enter the total **overpayment from prior year, estimated tax paid and/or withholding as of payment due date.** In remaining columns B through D enter estimated tax paid as of payment due dates on line 6. If line 6 is equal to or more than line 4 for all payment periods, stop here; you do not owe the penalty.
- 16 Line 7 Overpayment (negative) or underpayment (positive) - carryforward (from line 8) any overpayment or underpayment from previous column(s) line 8.
- 19 Line 8 Underestimate subject to interest (line 5 minus line 6 plus line 7); enter result here and on line 7, columns B through D.
- 21 Line 9 Enter percentage of interest (compute interest at 7/10 of 1% per month from payment due date until paid or next payment due date, whichever is earlier)
- 24 Line 10 Interest due (multiply line 9 by line 10) **if line 8 is negative enter zero on line 10.**
- 26 Line 11 Total underestimate interest due (enter the total of line 10, columns A-D) If an overpayment is due, enter here and on Form 80-105, line 29, Form 80-205, line 31 or Form 80-110, line 14.

**Example:**

INTEREST ON UNDERPAYMENT OF ESTIMATED TAX					
				CALCULATION OF ESTIMATE PAYMENT	
1	2016 Mississippi income tax liability (see instructions)	1		6520.00	
2	Multiply the amount on line 1 by 80% and enter the result	2		5216.00	
3	2015 Mississippi income tax liability (see instructions)	3		4510.00	
4	Enter the lesser of line 2 or line 3 (see instructions)	4		4510.00	
INTEREST CALCULATION					
		A	B	C	D
		Apr-15-2016	Jun-15-2016	Sept-15-2016	Jan-15-2017
5	<b>Required installments</b> Enter 1/4th (.25) of line 4 in columns A through D)	1127.50	1127.50	1127.50	1127.50
6	<b>Income tax withheld (column (A) only) and estimated tax paid</b> (enter total estimated tax paid as of payment due dates in columns A through D. Income tax withheld is entered in column A only.	1500.00	1000.00	500.00	0.00
7	Overpayment (negative) or underpayment (positive) - carryforward (from line 8) any overpayment or underpayment from previous column(s) line 8.		( 372.50 )	( 245.00 )	382.50
8	Underestimate subject to interest (line 5 minus line 6 plus line 7); enter result here and on line 7, columns B through D.	( 372.50 )	( 245.00 )	382.50	1510.00
9	Enter percentage of interest (compute interest at 7/10 of 1% per month from payment due date until paid or next payment due date, whichever is earlier)	0.014	0.021	0.028	0.021
10	Interest due (multiply line 8 by line 9; if line 8 is negative, enter zero)	0.00	0.00	10.71	31.71
11	<b>Total underestimate interest due</b> (enter the total of line 10, columns A through D)			11	42.42