

INSTRUCTIONS

General Information: Estimated income tax is the amount of Vermont tax you expect to owe for the year on income that is not subject to withholding (for example: earnings from self-employment, interest, dividends, rental income, alimony, etc.), or exceeding withholdings, plus any additions. Additions to Vermont tax may include:

- Qualified Retirement Plans (including IRA, HSA & MSA)
- Recapture of Federal Investment Tax Credit
- Vermont Tax Credit Recapture

Who Must Make Estimated Income Tax Payments? Generally, you must pay estimated income tax if you expect to owe an income tax liability or have income not subject to withholding such as self-employment earnings. Individuals receiving two-thirds of his or her income from farming or fishing, as defined by the IRS, are not required to make estimated income tax payments.

How Do I Determine My Estimated Tax Liability? Please use your 2016 tax liability or use the worksheet included with this form to estimate your 2017 tax liability. In order to avoid underpayment of estimated tax, which may result in penalty and interest charges, estimated tax payments must either be: **1)** equal to 100% of last year’s tax liability **or 2)** 90% of this year’s tax liability. If the tax liability due is less than \$500, you will not be subject to penalty or interest charges.

When Are Estimated Income Tax Payments Due? Estimated income tax payments are made in four equal amounts by the due dates shown below:

- 1st payment April 15, 2017
- 2nd payment June 15, 2017
- 3rd payment September 15, 2017
- 4th payment January 15, 2018

Can I File Annualized Estimated Payments for Vermont? Individuals who make annualized estimated tax payments with the IRS may also make annualized estimated payments in Vermont. If you make annualized payments, please attach a completed copy of Federal Form 2210 and Vermont Form IN-152A when you file your Vermont income tax return.

Taxpayer’s Worksheet - Keep for your records

	100% of 2016 Tax Liability divided by 4 \$ _____	
	OR	
	90% of 2017 Tax Liability (calculated below)	
Line 1	Estimated 2017 Vermont Taxable Income	1. \$ _____
Line 2	Estimated 2017 Vermont Tax: Use 2017 preliminary tax schedules	2. \$ _____
Line 3	Estimated 2017 Vermont Tax with Additions. See instructions for Form IN-111, Line 18.	3. \$ _____
Line 4	Estimated Income Adjustment. See instructions for Form IN-111, Line 21.	4. \$ _____ %
Line 5	Adjusted Vermont Tax (Multiply Line 3 by Line 4).	5. \$ _____
Line 5a	Expected 2017 Vermont Tax Withholding	5a. \$ _____
Line 6	Subtract Line 5a from Line 5	6. \$ _____
Line 7	2017 ESTIMATED TAX LIABILITY	7. \$ _____

RECORD of 2017 ESTIMATED PAYMENTS

Due Date	Date Paid	Check #	Amount Paid
April 15, 2017			
June 15, 2017			
Sept. 15, 2017			
Jan. 15, 2018			

2017 Preliminary Vermont Tax Rates

Single Individuals, Schedule X

Use if your filing status is:
Single

If your Taxable Income is Over	But Not Over	VT Base Tax is	Plus	of the Amount Over
0	37,950	0.00	3.55%	0
37,950	91,900	1,347.00	6.80%	37,950
91,900	191,650	5,016.00	7.80%	91,900
191,650	416,700	12,796.00	8.80%	191,650
416,700	-	32,601.00	8.95%	416,700

Married Filing Jointly, Schedule Y-1

Use if your filing status is:
Married Filing Jointly; Qualifying Widow(er) or
Civil Union Filing Jointly

If your Taxable Income is Over	But Not Over	VT Base Tax is	Plus	of the Amount Over
0	63,350	0.00	3.55%	0
63,350	153,100	2,249.00	6.80%	63,350
153,100	233,350	8,352.00	7.80%	153,100
233,350	416,700	14,611.00	8.80%	233,350
416,700	-	30,746.00	8.95%	416,700

Married Filing Separately, Schedule Y-2

Use if your filing status is:
Married Filing Separately or
Civil Union Filing Separately

If your Taxable Income is Over	But Not Over	VT Base Tax is	Plus	of the Amount Over
0	31,675	0.00	3.55%	0
31,675	76,550	1,124.00	6.80%	31,675
76,550	116,675	4,176.00	7.80%	76,550
116,675	208,350	7,306.00	8.80%	116,675
208,350	-	15,373.00	8.95%	208,350

Heads of Household, Schedule Z

Use if your filing status is:
Head of Household

If your Taxable Income is Over	But Not Over	VT Base Tax is	Plus	of the Amount Over
0	50,800	0.00	3.55%	0
50,800	131,200	1,803.00	6.80%	50,800
131,200	212,500	7,271.00	7.80%	131,200
212,500	416,700	13,612.00	8.80%	212,500
416,700	-	31,582.00	8.95%	416,700