

REGULATION 5 - 1 DECLARATIONS

1. An employee whose entire compensation for any taxable year will be subjected to the withholding provisions of Regulation 4 and who during such taxable year expects to derive no other compensation which is subject to tax under the Ordinance need not file the declaration otherwise required by this Regulation.

2. Every taxpayer who anticipates any earned income or net profits not subject to deduction and withholding shall file with the Commissioner of Taxation a declaration of his estimated tax, not subject to withholding for the taxable year.

3. Every qualifying taxpayer shall file a declaration of this estimated tax on or before the 15th day of April of each year and such declaration shall contain a statement of the taxpayer's estimated tax for the full taxable year in which such declaration is filed. A qualifying taxpayer, not previously subject to paying the tax, but later becoming subject to the tax, shall file a declaration within one (1) month of the date he becomes subject to the tax.

4. Taxpayers who are permitted to file their return and pay their tax on a fiscal year basis, shall file their declarations on or before the last day of the fourth month following the beginning of each fiscal year.

5. The estimated tax may be paid in full with the filing of the declaration or in installments on or before April 15, June 30, September 30, and December 31 of each year. Those taxpayers on a fiscal year basis may make quarterly payments on or before the last day of the fourth, sixth, ninth, and twelfth months following the beginning of such fiscal year or they may pay the entire estimated tax with the filing of their declaration. Each installment must be equal to at least one-fourth of the estimated tax and the

first installment must accompany the declaration. If the taxpayer did not pay eighty percent of his tax liability, as shown on such return, on or before January 31, or the thirteenth month following the beginning of the fiscal year, the difference between eighty percent of the taxpayer's liability and the amount of estimated tax he actually paid shall be subject to interest and penalty as provided in Regulation 7. However, any taxpayer whose declared taxes is equal or greater than the tax paid in the previous year shall not be assessed any interest or penalty for any increased taxes found to be due in the current year.

6. The declarations required shall be filed upon a form furnished by the Commissioner of Taxation.

7. Any estimate declared may be amended by filing an amended declaration at the time prescribed for the payment of any installment.