



SEE SEPARATE INSTRUCTIONS • ATTACH TO FORM 40 OR FORM 40NR

| | |
|--------------------------------|--------------------|
| NAME(S) AS SHOWN ON TAX RETURN | IDENTIFYING NUMBER |
|--------------------------------|--------------------|

If you are a farmer or fisherman and at least two-thirds of your 2024 or 2025 gross income is from farming or fishing, skip Parts I, II, and III. Complete Part IV of this form.

PART I – Required Annual Payment

| | |
|---|----------|
| 1 Enter your 2025 net tax due after credits from Form 40, line 18 or Form 40NR, line 20 | 1 |
| 2 Other payments. Enter amount from Schedule CP, Section B, Line 1. | 2 |
| 3 Current tax due. Subtract line 2 from line 1. | 3 |
| 4 Multiply line 3 by 90% (.90) | 4 |
| 5 Withholding taxes. Do not include estimated tax payments | 5 |
| 6 Subtract line 5 from line 3. If less than \$500, stop ; you do not owe a penalty. Do not file Form 2210AL | 6 |
| 7 Maximum required annual payment based on prior year's tax. | 7 |
| 8 Required annual payment. Enter the smaller of line 4 or line 7 | 8 |

Next: Is line 8 more than line 5?

- No.** You **do not** owe a penalty. **Do not** file Form 2210AL unless box **E** below applies.
- Yes.** You may owe a penalty, but **do not** file Form 2210AL unless one or more boxes in Part II below applies.
 - If box **B, C, or D** applies, you must figure your penalty and file Form 2210AL.
 - If box **A or E** applies, (but not **B, C, or D**) file only page 1 of Form 2210AL. You are **not** required to figure your penalty; the Alabama Department of Revenue will figure it and send you a bill for any unpaid amount. If you want to figure your penalty, you may use Part III as a worksheet and enter your penalty on your tax return, but **file only page 1 of Form 2210AL.**

PART II – Reasons for Filing. Check applicable boxes. If none apply, **do not** file Form 2210AL.

- A** You request a **waiver** of your entire penalty. You must check this box and file page 1 of Form 2210AL, but you are not required to figure your penalty.
- B** You request a **waiver** of part of your penalty. You must figure your penalty and waiver amount and file Form 2210AL.
- C** Your income varied during the year and your penalty is reduced or eliminated when figured using the **annualized income installment method**. You must figure the penalty using Schedule AI and file Form 2210AL.
- D** Your penalty is lower when figured by treating the Alabama income tax withheld from your income as paid on the dates it was actually withheld, instead of in equal amounts on the payment due dates. You must figure your penalty and file Form 2210AL.
- E** You filed or are filing a joint return for either 2024 or 2025, but not for both years, and line 7 above is smaller than line 4 above. You must file page 1 of Form 2210AL, but you are **not** required to figure your penalty (unless box **B, C, or D** applies).

PART III – Figure Your Underpayment Using the Regular Method

- 1 Required installments.** If you choose to use the Annualized Income Installment Method, enter the amounts from Schedule AI, line 25. Otherwise, enter 25% (.25) of Part I, line 8, Form 2210AL, in each column.
 - 2 Estimated tax paid, Alabama tax withheld, refundable credits, and composite payments.** For column (a) only, enter the amount from line 2a on line 6a. If line 2 is equal to or more than line 1 for all payment periods, stop here; you do not owe the penalty. **Do not** file Form 2210AL.
- Complete lines 3 through 9 of one column before going to the next column.*
- 3** Enter amount, if any, from line 9 of previous column.
 - 4** Add lines 2 and 3.
 - 5** Add amounts on lines 7 and 8 of the previous column.
 - 6** Subtract line 5 from line 4. If zero or less, enter -0-.
 - 7** If the amount on line 6 is zero, subtract line 4 from line 5. Otherwise, enter -0-.
 - 8 Underpayment.** If line 1 is equal to or more than line 6, subtract line 6 from line 1. Then go to line 3 of next column. Otherwise, go to line 9.
 - 9 Overpayment.** If line 6 is more than line 1, subtract line 1 from line 6. Then go to line 3 of next column.

| | | Payment Due Dates | | | |
|----------|--------|-------------------|-------------|-------------|-------------|
| | | (a) 4/15/25 | (b) 6/15/25 | (c) 9/15/25 | (d) 1/15/26 |
| 1 | | | | | |
| 2 | | | | | |
| 3 | ////// | | | | |
| 4 | ////// | | | | |
| 5 | ////// | | | | |
| 6 | | | | | |
| 7 | ////// | | | | ////// |
| 8 | | | | | |
| 9 | | | | | ////// |

Figure the Penalty Complete lines 10 through 11 of one column before going to the next column.

| | | 4/15/25 | 6/15/25 | 9/15/25 | 1/15/26 |
|-----------|---|---------|---------|---------|---------|
| 10 | Number of days from the date shown above line 10 to the date the amount on line 8 was paid or 4/15/26, whichever is earlier | Days: | Days: | Days: | Days: |
| 11 | Underpayment X No. of days on line 10 X .07 on line 8 365 | \$ | \$ | \$ | \$ |
| 12 | Penalty. Add all amounts on line 11 in all columns. Enter the total here and on Schedule ATP, Part II, line 1; or Form 40NR, line 30. | | | | |



SCHEDULE AI – Annualized Income Installment Method

Table with 5 columns: (a) 1/1/25-3/31/25, (b) 1/1/25-5/31/25, (c) 1/1/25-8/31/25, (d) 1/1/25-12/31/25. Rows include Annualized Income Installments, Annualization amounts, Adjusted gross income, Deductions, Standard deduction, Federal tax liability, Personal and dependent exemptions, Tax on amount, Credits, Applicable percentage, and Total tax.

PART IV – Underpayment of Estimated Tax by Farmers and Fishermen

Section I Reasons for Filing. Check applicable boxes. If neither applies, don't file Form 2210AL.

- A [] You request a waiver. In certain circumstances, we will waive all or part of the penalty. See Waiver of Penalty in the instructions.
B [] You filed or are filing a joint return for either 2024 or 2025, but not for both years, and line 7 below is smaller than line 4 below.

Section II Figure Your Underpayment

Table with 2 columns: Line number, Amount. Rows include 2025 net tax due, Other payments, Current tax due, Multiplier, Withholding taxes, Subtraction, 2024 tax shown, Required annual payment, Estimated tax payments, and Underpayment.

Section III Figure the Penalty

Table with 3 columns: Line number, Date, Calculation. Rows include Date of payment, Number of days, and Penalty calculation: Underpayment on line 10 X Number of days on line 12/365 X 0.07.