

**PTE-160
2022**

Underpayment of Estimated Pass-Through Business Alternative Income Tax

Check the box at line 3, Form PTE-100, and include this form with your return.

Pass-Through Entity Name as shown on Form PTE-100	Federal Employer ID Number
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Part I Calculating Your Underpayment

1. Amount of 2022 tax from PTE-100, line 2	1.	
2. Enter the total of line 6, Form PTE-100	2.	
3. Subtract line 2 from line 1 (If less than \$400, do not complete the rest of this form)	3.	
4. Multiply the amount on line 1 by .80 (80%)	4.	
5. Amount of 2021 tax from 2021 PTE-100, line 2	5.	
6. Enter the lesser of line 4 or line 5	6.	

		A	B	C	D
7. Enter in columns A through D the installment dates that correspond to the 15th day of the fourth, sixth, and ninth months of your tax period and the first month succeeding the close of your tax period	7.				
8. Enter 25% of line 6 in each column A through D	8.				
9. Estimated tax paid per period. If each column on line 9 is greater than the corresponding column on line 8, do not complete the rest of this form	9.				
10. Enter the overpayment (line 16) from the previous column. (Complete lines 10 through 16 for one column before completing the next column.)	10.				
11. Add line 9 and line 10	11.				
12. Enter the total underpayment (add line 14 and line 15) from the previous column	12.				
13. Subtract line 12 from line 11. If zero or less, enter zero	13.				
14. Remaining underpayment from previous period. If line 13 is zero, subtract line 11 from line 12. Otherwise enter zero	14.				
15. Underpayment (If line 8 is greater than line 13, subtract line 13 from line 8)	15.				
16. Overpayment (If line 13 is greater than line 8, subtract line 8 from line 13)	16.				

Part II Exceptions

(See instructions. Complete worksheets for exceptions 2, 3, and 4 and enclose calculations for each exception claimed.)

If you meet exception 1 at line 18, do not file this form. These amounts will be verified by the Division of Taxation.

17. Total amount paid from the beginning of the tax year through the installment dates that correspond to the 15th day of the fourth, sixth, and ninth month of your tax period and the first month succeeding the close of your tax period	17.				
18. Exception 1 – Enter 2021 tax (2021 PTE-100, line 2)	18.	\$	25% of 2021 Tax	50% of 2021 Tax	75% of 2021 Tax
19. Exception 2 – Tax on 2021 Distributive Proceeds using 2022 tax rates	19.		25% of Tax	50% of Tax	75% of Tax
20. Exception 3 – Tax on annualized 2022 Distributive Proceeds ..	20.		20% of Tax	40% of Tax	60% of Tax
21. Exception 4 – Tax on 2022 Distributive Proceeds over 3, 5, and 8-month periods	21.		90% of Tax	90% of Tax	90% of Tax

If the amount of any exception is equal to or less than the corresponding amount at line 17, interest will not be charged for that period

22. Total Interest (Include this amount on line 3, Form PTE-100)	\$	
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Worksheets

Exception II Tax on 2021 Distributive Proceeds using 2022 tax rates

1. Enter 2021 Distributive Proceeds (2021 PTE-100, line 1).....	1.	
2. Calculate tax on line 1 (2022 tax rates) Enter the applicable percentage of this amount on line 19, Part II.....	2.	

Exception III Tax on Annualized 2022 Distributive Proceeds (attach calculations)

		1/1/22 – 3/31/22	1/1/22 – 5/31/22	1/1/22 – 8/31/22
1. Enter the portion of Distributive Proceeds (line 1, PTE-100) that is applicable to each period shown.....	1.			
2. Annualization amounts.....	2.	4	2.4	1.5
3. Annualized Distributive Proceeds (Multiply line 1 by line 2).....	3.			
4. Calculate tax on line 3. Enter the applicable percentage of this amount on line 20, Part II.....	4.			

Exception IV Tax on Actual 2022 Distributive Proceeds over 3, 5, and 8-month periods (attach calculations)

		1/1/22 – 3/31/22	1/1/22 – 5/31/22	1/1/22 – 8/31/22
1. Enter the actual amount of Distributive Proceeds (line 1, PTE-100) that is applicable to each period shown.....	1.			
2. Calculate tax on line 1. Enter 90% of this amount on line 21, Part II.....	2.			

Form PTE-160 Instructions

Use Form PTE-160 to determine if you are subject to interest on the underpayment of estimated tax. Complete Part I to determine if you have an underpayment for any of the four payment periods. If you do, complete Part II to determine if an exception applies to any of the payment periods. If no exception applies, use the worksheet on the next page to calculate the interest for that period.

You may owe interest if you did not make estimated payments equal to at least 80% of your 2022 tax liability (line 2, Form PTE-100) or 100% of your 2021 tax liability, provided your 2021 PTE-100 covered a full 12-month period. If an underpayment does exist for any column in Part I, complete Part II and the appropriate worksheet on page 2, PTE-160 to determine if any of the exceptions in Part II apply. You **must** complete the appropriate worksheet for exceptions 2, 3, and 4 and attach all calculations for each exception claimed.

Part I

Line 3 – If line 3 is \$400 or more, complete lines 4 through 16.

Line 7 – The deadline for payments due April 15, 2022, was extended to June 15, 2022. If any of the installments were originally due April 15, enter June 15, 2022, at line 7 for that installment.

Line 9 – Include the amount of any estimated tax payments in each of the columns in Part I. If each column on line 9 is greater than the corresponding column on line 8, do not complete the rest of this form.

Line 10 – Complete lines 10 through 16 for one column before completing the next column.

Line 15 – If line 15 is zero for all payment periods, you are not subject to the interest and do not need to file Form PTE-160. If you have an underpayment in any column on line 15, complete Part II.

Part II

You will not have to pay interest if (1) you have paid your 2022 tax payments (line 17) on time; and (2) the amount on line 17 is equal to or more than the tax calculated under any of the four exceptions for the same payment period.

Line 17 – Based on the amounts indicated on line 9, enter the **total** amount of all estimated tax payments made by each of the payment due dates.

Exceptions 1, 2, 3, and 4 – You must complete the appropriate worksheet for exemptions 2, 3, and 4 and attach all calculations for each of the exceptions claimed. If you meet exception 1 at line 18, do not file this form. These amounts will automatically be verified by the Division of Taxation.

Exception 1 – Enter your prior year tax liability in the space provided at line 18. Exception 1 only applies if your prior year PTE-100 covered a full 12-month period and your current tax year payments (line 17) are at least equal to your prior year tax liability. Your prior year tax liability is zero if a return was

not filed. Enter the applicable percentage of your prior year tax liability in each column at line 18, as indicated.

Exception 2 – Exception 2 is calculated using your prior year distributive proceeds but current year tax rates. Enter the applicable percentage of line 2 of the worksheet in each column at line 19, as indicated. Exception 2 only applies if your current year tax payments (line 17) are at least equal to the amounts indicated at line 19.

Exception 3 – Exception 3 is calculated by multiplying the actual portion of distributive proceeds that is applicable to each period shown by the annualization amounts at line 2 of the

worksheet. Calculate tax on this amount and enter the applicable percentage of each amount from line 4 of the worksheet in the corresponding column at line 20 as indicated. Exception 3 only applies if your current year tax payments (line 17) are at least equal to the amounts indicated at line 20.

Exception 4 – Exception 4 is calculated using the tax on the actual amount of distributive proceeds that is applicable to each period shown. Enter 90% of each amount from line 2 of the worksheet in the corresponding column at line 21. Exception 4 only applies if your current year tax payments (line 17) are at least equal to the amounts indicated at line 21.

Calculating the Interest

Calendar year filers can use the table in Option 1 to calculate interest on the amount of the underpayment from page 1, PTE-160. If your estimated tax payments for Tax Year 2022 were not paid timely, interest must be calculated based on the Interest Rate Schedule in Option 2.

Option 1

QUARTER	PERIOD	A	B	C	D	E	F	G
		Amount Due (Line 8, PTE-160)	Balance Due Previous Qtr. (Col. E)	Total Due (Col. A + B)	Total Paid (Line 9, PTE-160)	Balance (Col. C – D)	Multiplier	Interest (Col. E x F)
1.	4/15 – 6/15							
2.	6/16 – 9/15						.019	
3.	9/16 – 1/15						.031	
4.	1/16 – 4/15						.025	
Total Interest								

- Column A Enter the amount due per quarter (line 8, PTE-160). The deadline for payments due April 15, 2022, was extended to June 15, 2022. Therefore, no amount is due at line 1. Enter on line 2, column A the amounts from line 8, PTE-160, columns A and B.
- Column B Enter the balance due (column E) from the previous quarter.
- Column C Enter the total of column A plus column B.
If column B is negative, subtract column B from column A.
- Column D Enter the total estimated tax paid (line 9, PTE-160).
- Column E Subtract column D from column C.
- Column F The multiplier is based on the interest rates in effect during each quarter.
- Column G Multiply column E by the multiplier in column F. If column E is negative, enter zero in column G.
- Total Interest** Add the interest for each quarter and enter this amount in the block marked Total Interest on line 22, PTE-160 and on line 3, PTE-100.

Option 2

Calculate the interest on the amount of the underpayment on line 15 from the date the underpayment was incurred to the date the underpayment was satisfied or the original due date of the PTE-100, whichever is earlier. Interest is assessed at the annual rate of 3% above the average predominant prime rate and is imposed each month or part of a month the underpayment exists. The interest rate will be reviewed quarterly and will only change if there has been a cumulative change of more than 1% since it was last set.

Interest Rate Schedule	
Period	Interest Rate
4/16/22 – 6/15/22	6.25%
6/16/22 – 9/15/22	7.75%
9/16/22 – 1/15/23	9.25%
1/16/23 – 4/15/23	10.00%