DEPARTMENT OF REVENUE

256651

2025 M15NP, Additional Charge for Underpayment of Estimated Tax

For tax-exempt organizations, cooperatives, homeowners associations and political organizations with unrelated business income.

Complete this schedule if your total tax is more than $500 or you did not pay the correct amount of estimated tax by the due dates.

Name of Organization | FEIN | Minnesota Tax ID

Check installment method used on this schedule *(must check one box):*

☐ Standard Installment Method ☐ Adjusted Seasonal Installment Method ☐ Annualized Income Installment Method

You must round amounts to nearest whole dollar.

1 Enter your 2025 total tax liability *(from 2025 Form M4NP, line 15 minus line 18)* . . . . . 1 ______
If $500 or less, do not complete this form. You owe no additional charge.

2 Enter your 2024 regular tax *(from 2023 Form M4NP, line 15 minus line 18)* . . . . . 2 ______

3 Required annual payment. Enter the amount from line 1 or line 2, whichever is less . . . . . 3 ______
Exceptions: If you did not file a 2024 return or filed a return for less than a full 12-month period in the preceding tax year, or you did not have a 2024 tax liability, you must enter the amount from line 1.

		1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
4	Enter the due dates 4				
5	Required installments *(see instructions)* 5				
6	Amount paid each period *(see instructions)* 6				
	Complete lines 7–13 for one column before completing the next column. For the first column only, enter the amount from line 6 on line 10.				
7	Enter the amount from line 13 of the previous column 7				
8	Add lines 6 and 7 8				
9	Add lines 11 and 12 of the previous column 9				
10	Subtract line 9 from line 8. If less than zero, enter zero 10				
11	Remaining underpayment from previous period. If line 10 is zero, subtract line 8 from line 9. Otherwise, enter zero 11				
12	**UNDERPAYMENT.** If line 10 is less than or equal to line 5, subtract line 10 from line 5, enter the result and go to line 6 of the next column. Otherwise, go to line 13 12				
13	**OVERPAYMENT.** If line 5 is less than line 10, subtract line 5 from line 10 and enter the result. Go to line 6 of the next column 13				
14	Date underpayment is paid or regular due date of 2025 return, whichever is earlier 14				
15	Number of days from the due date on line 4 to the date on line 14 15				
16	Additional charge *(line 15 ÷ 365 × .07 × line 12)* 16				

17 **TOTAL.** Add amounts on line 16. Enter this amount on Form M4NP, line 26 . . . . . 17 ______

Attach this schedule to Form M4NP.

2025 Schedule M15NP Instructions

Installment Methods

Generally, you would choose the standard installment method unless your income varied during the year. If your income varied, see *Alternative Methods* on this page.

Check the appropriate box to indicate the installment method being used.

Required Annual Payment

Line 3

Enter the amount from line 1 or line 2, whichever is less, unless one of the following exceptions apply:

Exceptions: You must enter the amount from line 1 on line 3, if any of the following exceptions apply:

- You did not file a 2024 return
- You filed a return for less than a full 12-month period in the preceding tax year
- You did not have a 2024 tax liability

[Minnesota Statute, Chapter 289A.26, subdivision 7(2)].

Figuring the Underpayment

Line 4

The due dates of the installments are the 15th day of the third, sixth, ninth and 12th months of the taxable year.

If you have a short taxable year, the installments are due on the 15th day of the third, sixth, ninth and final months. No installment is required for a short taxable year of fewer than four months.

Line 5

Each required installment is 25% of the amount on line 3 unless you use an alternative method (see *Alternative Methods*).

To determine the amount of each required installment for a short taxable year, divide the amount on line 3 by the number of installments due.

Line 6

In the first column, enter payments made by the 15th day of the third month of the tax year. Include any overpayment from your 2024 return that was credited to your 2025 estimated tax account. For each of the other columns, enter payments made after the previous column's due date and by that column's due date shown on line 4.

Computing the Additional Charge

Lines 14 through 17

Payments of estimated tax are applied against any underpayments of required installments in the order that the installments were due.

For example, if your first-quarter installment is underpaid by $100 and you deposit $200 for your second-quarter installment, $100 of your second-quarter payment is applied to the first quarter. The additional charge for the first quarter is computed from the first-quarter due date to the date the second-quarter payment is made.

Also, the second-quarter installment will then be underpaid by $100 (assuming that the second-quarter's required installment is $200) until sufficient payments are received to eliminate the underpayment.

If more than one payment has been made for a required installment, attach a separate computation for each payment.

Alternative Methods

If your income varied during the year, there are two alternative methods of determining the required installment:

- Adjusted Seasonal Installment Method
- Annualized Income Installment Method

To use one or both of these methods to figure one or more required installments, **complete Schedule A of federal Form 2220** and make the following adjustments for Minnesota tax purposes.

Lines 1a, 1b, 1c and 2. Column (a) of these lines should include income for the first two months of each tax year.

Lines 3a, 3b and 3c. Column (a) of these lines should include income for the first three months of each tax year.

Line 10. Use the tax rate of 9.8%.

Line 20. Enter your Minnesota annualization periods, using the following:

- In Column (a), enter 2.
- In Column (b), enter either 2 or 5.
- In Column (c), enter either 6 or 8.
- In Column (d), enter either 9 or 11.

Continued

Line 21. Enter your Minnesota taxable income for the periods entered on line 20.

Line 22: If your annualization period on line 20 is:	your annualization amount for the period is:
2	6
5	2.4
6	2
8	1.5
9	1.33333
11	1.09091

Line 24. Use the tax rate of 9.8%.

Line 35. Enter 25% (0.25) of line 3 of Schedule M15NP in each column.

Line 38. Enter the required installments from line 38 on line 5 of Schedule M15NP.

Attach the federal schedule to this schedule if an alternative method is used for any installment.

Questions?

Website: www.revenue.state.mn.us

Email: ubi.taxes@state.mn.us

Phone: 651-297-5199 weekdays 8 a.m. to 4:30 p.m.

This information is available in alternate formats.