

In reply refer to: 0776047 Apr. 19, 2013 LTR 4624C i3 344-52-9 201012 30 I Input Op: 0776047882 00029 BODC: WI

EUGENE C & MARGIE

% WILLIAM DOUGLAS MCCONNAUGHY
3550 WATT AVE STE 140
SACRAMENTO CA 95821-2666

020927

Social Security Number: 344-52-

Form(s): 1040

Tax Period(s): Dec. 31, 2010

Dear Mr. & Mrs.

This letter is regarding our conversation on Apr. 10, 2013, concerning the unpaid balance for the tax period(s) shown above.

We've temporarily closed your collection case for the tax and period(s) listed above. We've determined that you are unable to pay the money you owe at this time.

However, you still owe \$2,631.19 to the IRS for the tax period(s) shown above. This amount includes penalty and interest computed to Apr. 27, 2013. You will receive annual reminder notices, and we will continue to charge penalties and interest until you pay the amount you owe in full. Additionally, we'll apply your future federal or state refunds to the amount you owe.

Although you're unable to pay the amount you owe at this time, you should continue to attempt to borrow funds to pay it. We must file a Notice of Federal Tax Lien to protect the government's interest if you don't pay the entire amount by Apr. 27, 2013.

The Notice of Federal Tax Lien is a public notice that the Internal Revenue Service has a lien against your property. This includes property you acquire after we file the lien. The filing of a notice of lien is a matter of public record and may affect your credit rating. We'll release the lien when you pay the entire amount you owe.

Since you still owe money, we may re-open your case and resume collection activities in the future if your financial situation improves.

When you don't pay your taxes by the due date, we charge a penalty of 0.5% of the unpaid amount due per month, up to 25% of the amount due. The penalty increases to 1.0% for each month the tax remains unpaid,