

Department of the Treasury
Internal Revenue Service
Small Business / Self-Employed Division
225 W BROADWAY
GLENDALE, CA 91204-1331

Date: 03/22/2016

Person to contact:

Name: V. CONTRERAS Employee ID number: 10-00235621

Telephone: 1-800-829-0115

Taxpayer ID number:

XX-XXX1740

PRECISE AIR SYSTEMS INC 5467 W SAN FERNANDO RD LOS ANGELES, CA 90039-101467

We approved your request to pay your taxes in installments. Your first payment of \$5,000.00 is due on 03/28/2016. You agreed to make future payments of \$5,000.00 on the 28th of each following month until you have paid the full amount you owe.

You also agreed to increase (or decrease) your monthly payment as follows:

Date of increase

Amount of increase

New installment

(or decrease)

(or decrease)

amount

6/28/2016 \$3,000.00

\$8,000.00

The amount you owe as of 03/15/2016 is \$460,195.31. This amount does not include all accrued penalties and interest. We will charge penalties and interest until you pay the full amount you owe, because you didn't pay your total tax when it was due.

You agreed to pay us by Direct Debit. This means your financial institution will subtract (debit) the amount of your monthly payment from your checking/savings account on the same day each month and send that amount to us. Paying by direct debit also authorizes a financial institution to receive confidential information necessary to answer inquiries and resolve issues related to your payment. Remember to subtract the payments from your account balance each month.

If you don't have enough money in your checking/savings account for the monthly payment, we must charge a penalty of \$25 or two percent of your monthly payment, whichever is larger. If your monthly payment is less than \$25, the penalty amount will be the payment amount.

Note: If the IRS is charging backup withholding on any of your accounts, it will continue. Having an installment agreement doesn't interrupt backup withholding.

Although we have established an installment plan for you, we must protect the government's interest. Therefore, a Notice of Federal Tax Lien

## HAS ALREADY BEEN FILED

A Notice of Federal Tax Lien is a public notice that the government has a claim against your property to satisfy a debt. We will release (remove) the lien when you finish paying what you owe. We have the legal right to collect this money for up to 10 years.

## CONDITIONS OF THIS AGREEMENT:

- We must receive each payment by the date shown above. If you have a problem, contact us immediately.
- This agreement is based on your current financial condition. We may change or cancel it if our information shows that your ability to pay has changed significantly.
- We may cancel this agreement if you don't give us updated financial information when we ask for it.
- While this agreement is in effect, you must pay any federal taxes you owe on time.
- We will apply your federal tax refunds (if any) to the amount you owe until it is fully paid.
- If you don't meet the conditions of this agreement, we will cancel it, and may collect the entire amount you owe by levy on your income, bank accounts or other assets, or by seizing your property.
- We may cancel the agreement at any time if we find that collection of the tax is in jeopardy.
- You must pay a \$120.00 installment fee (\$52.00 if Direct Debit Installment Agreement).
- If the agreement defaults, you must pay a \$50.00 reinstatement fee if agreement is reinstated.
- The IRS will let you know whether you qualify for the reduced installment fee (\$43.00). If the IRS does
  not qualify you for the reduced fee, you can request the reduced fee using Form 13844, Application
  For Reduced User Fee For Installment Agreements.
- We will apply all payments on this agreement in the best interest of the United States.

## Additional Conditions:

This installment agreement includes taxes for the following forms and tax periods:

Form 941 <u>Tax Period</u> 09/30/2014

Form

Tax Period 12/31/2014

**Form** 

Tax Period

If you have questions, you can call the telephone number listed at the top of this letter.

Thank you for your cooperation.

Sincerely,

V. CONTRERAS REVENUE OFFICER