

BILLING AND REFUND NOTICE

STATE OF CALIFORNIA
BOARD OF EQUALIZATION
P.O. BOX 942879 SACRAMENTO, CALIFORNIA 94279-0001
OAKLAND DISTRICT
(510) 622-4100



FOR BOE USE ONLY		
RE	PM	
EFFECTIVE DATE OF PAYMENT		
MO	DAY	YEAR



Account: [REDACTED] 6015

Express Login Code: [REDACTED]

Notice ID: [REDACTED]	July 17, 2014
Amount Due	98,395.87
Amount enclosed	_____
Additional charges are due if not paid by 07/31/14 (See instructions below)	
8	

I CERTIFY THIS NOTICE
WAS MAILED ON DATE BELOW
AS REQUIRED
BY THE REV & TAX CODE
14 JUL 17 AM 10:52

John Wang

Certification

**** Notice of Determination ****
You are hereby notified of an amount due from you as shown below. Please visit our website at www.boe.ca.gov to download publications 17 and 40 to help you better understand our appeals procedures and your rights.

Sales and Use Taxes	TAX	Interest	Penalty	Total
SALES TAX REGULAR				
DETERMINATION ISSUED 07/17/14				
As determined by Audit				
For the Period 01/01/10-12/31/12				
Revenue	78,714.54			78,714.54
Interest 02/01/11-07/31/14		11,809.86		11,809.86
Penalty			7,871.47	7,871.47
Subtotal	78,714.54	11,809.86	7,871.47	98,395.87
AMOUNT-DUE				98,395.87

Additional interest will accrue in accordance with the Revenue and Taxation Code section 6591 on the unpaid TAX at the rate of 0.500 % per month. Interest of 393.57 will accrue if the TAX is not paid on or before 07/31/14.

A 10% penalty has been added for negligence in accordance with Revenue and Taxation Code section 6478 or 6484.

Additional penalty of \$ 7,871.45 is due if not paid by 08/16/14.

Liability disclosed by audit.

Information concerning Determinations
The person upon whom a determination is made or any person directly interested may petition for a redetermination with the Board of Equalization within 30 days from the date shown at the top of this notice. A petition must be in writing and state the specific grounds upon which it is founded. Anyone submitting a petition should be

Payments can be made online by going to www.boe.ca.gov and selecting the Make a Payment tab.

If you are paying by check, write your account number and Notice ID, shown above, on the check and include a copy of this notice with your payment. Keep the original notice for your records.

STATE OF CALIFORNIA

STATE BOARD OF EQUALIZATION

OAKLAND DISTRICT OFFICE
1515 CLAY STREET, STE 303
OAKLAND, CA 94612-1432
1-TEL: 510-622-4100 • FAX: 1-510-622-4157
www.boe.ca.gov



14-053

SEN GEORGE RUNNER (RET.)
First District, Lancaster

FIONA MA, CPA
Second District, San Francisco

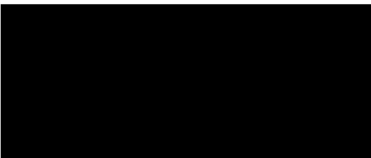
JEROME E. HORTON
Third District, Los Angeles County

DIANE L. HARKEY
Fourth District, Orange County

BETTY T. YEE
State Controller

DAVID J. GAU
Executive Director

October 3, 2016



IN REPLY REFER TO

██████████ 6015

Audit Case Number: ██████████

Doc ID: ██████████

Dear Taxpayer:

We are enclosing a copy of the *Report of Field Audit - Reaudit* which shows the adjustments we are recommending to your tax account for the permit number referenced above. These adjustments resulted from the Board of Equalization Appeals staff Decision and Recommendation. The Appeals staff will inform you in writing of your options for appeal if you decide to pursue this matter further.

This report is being forwarded to our headquarters office for processing. If this process results in any change, you will be notified prior to any action being taken.

If the reaudit discloses a liability, interest will continue to accrue monthly on the amount of unpaid tax, and will be added to the current interest amount shown on the *Report of Field Audit - Reaudit* "interest through" calculation date. Interest will stop accruing on any tax amounts paid. The payment of all or part of the tax liability shown in the report will in no way affect your right to further protest portions with which you do not agree. If you would like to make a payment, please refer to the enclosed *Audit Payment Information* sheet and provide the requested information with your payment.

You have six (6) months from the date of payment to file a claim for refund on any disputed amounts. If we find that you are entitled to a refund resulting from payments made on the determination, any overpayments will be credited to outstanding liabilities on your account at the time the overpayment is approved. Any balance will be refunded with credit interest (on the overpaid tax only) at the rate established for refunds.

Please note, although we have applied commonly accepted auditing procedures during the course of your audit and reaudit, the auditor may not have examined all of your transactions. There may still be transactions that you are not reporting correctly. If you have any questions as to the application of tax to a particular product or transaction, please contact your auditor in writing and they will provide you with a written response.

We appreciate your cooperation.

Sincerely,

SCOTT MITTAN
District Principal Auditor

Enclosures

cc: MC CLELLAN DAVIS, LLC

When you have been unable to resolve a matter through the normal appeals process or for information on your rights, you may contact the Taxpayers' Rights Advocate Office toll-free at 1-888-324-2798.

RECEIVED

OCT 07 2016



State Board of Equalization - Sales and Use Tax Department

REPORT OF FIELD AUDIT - REAUDIT

Account No: [REDACTED] 6015
Firm Name: [REDACTED]
Owner: [REDACTED]
Owner Type: Individual/Sole Proprietor
Business Address: [REDACTED]
Mailing Address: [REDACTED]

Case Id: [REDACTED]
Lead Auditor: [REDACTED]
Supervisor: [REDACTED]
Board Office: Oakland Office
Audit Report Date: September 19, 2016
Business Code/SIC: NAICS : 441120
Account Status: Active
Tax Area Code: 1003430000

Report Mailed to the following Additional Address:

MC GLELLAN DAVIS, LLC
 500 GIBSON DR STE 420
 ROSEMILLE, CA 94678-5797

LIABILITY (OR CREDIT) DISCLOSED BY EXAMINATION OF TAXPAYER'S RECORDS

Examination Period: 1/01/10 to 12/31/12	Tax	Interest to 10/31/16	Penalty	Total
Total Disclosed by Examination	3,270.19	929.98		4,200.17
Balance as of 10/31/16**	<u>\$3,270.19</u>	<u>\$929.98</u>	<u>\$0.00</u>	<u>\$4,200.17</u>

**If multiple billings have occurred, the audit liability may not equal the sum of the billings.

10% negligence penalty is not recommended.

TAXABLE MEASURE DISCLOSED BY EXAMINATION OF TAXPAYER'S RECORDS

	State, Local County and STTI	1% State Increase	Total Distri
1 Additional Taxable Sales Based on Markup of Audited Cost of Goods Sold	35,581	15,683	106.7
	<u>\$35,581</u>	<u>\$15,683</u>	<u>\$106.7</u>