

Commonwealth of Virginia - Department of Taxation  
**OFFER IN COMPROMISE**  
April 2, 2008

Mr. Mason Bowman, EA  
M & M Financial Consulting, Inc.  
1300 West Belmont Avenue  
Suite 320  
Chicago, Illinois 60657

RE: [REDACTED]  
FEIN Number: [REDACTED]  
Sales Tax: 8/04 - 7/07  
Pass Through Entity Penalty: 2003 - 2006

Dear Mr. Bowman:

Thank you for the offer in compromise submitted on your client's behalf. The *Code of Virginia*, Title 58.1, Section 105 grants the Tax Commissioner the authority to accept an offer in compromise of a penalty, or to abate a penalty in its entirety, if such action is justified. This same section also grants the authority to accept an offer in compromise of taxes and associated interest only if the assessment is based upon a doubtful or disputed claim or if the liability is of doubtful collectibility. Based on the information you provided, your offer has been:

- Accepted, with changes.

**TERMS OF ACCEPTANCE:**

- The Department agrees to settle the above liabilities for \$90,000.00 and will accept \$50,000.00 to subordinate the Memorandum of Lien on file in Virginia Beach Circuit Court. The remaining \$40,000.00 will be payable through a monthly installment plan without any additional interest.
- Pass Through Entity Returns for 2003 through 2006 must be filed within 30 days to allow late filing penalty and interest waiver.
- Upon timely receipt of all filings and payments, the outstanding penalties and accrued interest, presently \$21,258.39, will be waived.

**PLEASE REFER ALL PAYMENTS AND QUESTIONS TO:**

[REDACTED]  
Department of Taxation, Collections Section  
P. O. Box 1880  
Richmond, VA 23218-1880  
(804) 225-4190

Sincerely,

[REDACTED]  
Director of Collections  
Office of Customer Relations  
Compliance Section

Case # [REDACTED]