



DEPARTMENT OF THE TREASURY
INTERNAL REVENUE SERVICE
2384 Professional Parkway
Santa Maria, CA 93455

SMALL BUSINESS/SELF-EMPLOYED DIVISION
Scott W. Schmidt
Director Area 7 SB/SE (Compliance)

Date: April 1, 2008

William Bookout
DBA Plumeria's Garden & Gift
470 Price Street
Pismo Beach, CA 93449

Taxpayer Identification Number:

[REDACTED]

Tax Year: 2002,2003,2004,2005

Form Number:

1040

Person to Contact:

Silvia Angulo

Employee Identification Number:

77-01765

Telephone Number:

(805) 352-0388

Address: 2384 Professional Parkway

Santa Maria, CA 93455

Dear Mr. William Bookout:

As per our telephone conversation today, Tuesday April 1, 2008, this letter serves as a notice that we are abating tax, penalties and interest previously assessed for the tax years listed above.

Enclosed you will find the reports that reflect the abatement of tax and penalties for each year. The interest will be abated by the Service Center once the adjustments on my reports are processed.

If you agree to the abatements, please sign the bottom of the second page of each report and mail back the reports (those with your original signature), so that I may close your case.

In addition, the net operating loss generated in tax year 2002 will be carried back to tax year 1999. In order to process this change please mail me a copy of your 1999 Federal tax return (to the address noted above) at your earliest convenience.

Your cooperation in this matter is greatly appreciated.

If you have any questions, please contact me at the number shown above.

Sincerely


Silvia Angulo
Revenue Agent

Enclosures:

2002 - 2005 Revised Audit reports