



Department of the Treasury
Internal Revenue Service
P. O. Box 145574
STOP 8201G
Cincinnati OH 45250-5574

Date: April 3, 2023
Taxpayer ID number: [REDACTED]
Form: 1040
Tax period ended: December 31, 2020
Person to contact: Name: Tax Examiner
ID number: [REDACTED]
Telephone: [REDACTED]
Fax: [REDACTED]
Contact hours: 7:00am-7:00pm local time

You May Need to File Your Federal Income Tax Return

Dear [REDACTED]

Why you're receiving this letter

We have no record of receiving your Form 1040, U.S. Individual Income Tax Return, for the tax periods shown above. Therefore, we figured your tax and proposed penalties based on the information your employers, banks and other payers reported on Forms W-2, 1099, etc.

The enclosed Form 4549, Report of Income Tax Examination Changes, explains the tax and penalties. Since we figured your tax based on income only, it would be to your advantage to file your returns to claim any deductions or credits the law allows.

What you need to do within 30 days of the date of this letter

Take one of the following actions:

1. Complete and sign a tax return for each tax period you're liable to file. Attach the enclosed Form 14817, Reply Cover Sheet, to the front of your returns, include all supporting forms and schedules and mail to the address shown above. Both you and your spouse must sign if filing a joint return. You can find tax forms or publications by visiting www.irs.gov/forms or calling 800-TAX-FORM (800-829-3676).
2. If you agree with the amounts shown in the report, sign, date and return one copy of the report with full payment in the enclosed envelope. If you disagree with the amounts shown in the report or believe you're not required to file, send a written statement telling us why you don't need to file a return or which items in the report you disagree with, and why.

Where you can get more information

The enclosed Publication 3498-A, The Examination Process (Audits by Mail), explains the general procedures of the audit process. It also supplies resources for getting help, options for resolving disagreements, and guidance for appealing a determination. The enclosed Publication 1, Your Rights as a Taxpayer explains your right to appeal our determination.

If there's a balance due, we'll continue to charge interest on the unpaid balance until you pay the balance in full. If you can't pay in full now, see payment options in the enclosed Publication 3498-A.

Letter 1862 (Rev. 11-2020)
Catalog Number 61258E

Form **4549**
(December 2020)

Department of the Treasury-Internal Revenue Service

Report of Income Tax Examination Changes

Name and address of taxpayer [REDACTED]	Taxpayer identification number [REDACTED]	Return form number 1040
	Person with whom examination changes were discussed.	Name and title

	Period Ended 12/31/2020	Period Ended	Period Ended
1. Adjustments to Income			
a. Gambling Winnings	114,233.00		
b. Unemployment Compensation	5,014.00		
c. Wages - Tips - Other Compensation	152,275.00		
d. Standard Deduction	(12,400.00)		
e.			
f.			
g.			
h.			
i.			
j.			
k.			
l.			
m.			
n.			
o.			
p.			
2. Total adjustments	259,122.00		
3. Taxable income per return or as previously adjusted	0.00		
4. Corrected taxable income	259,122.00		
Tax method	TAX RATE		
Filing status	Single		
5. Tax	65,488.00		
6. Additional taxes/Alternative minimum tax			
7. Corrected tax liability	65,488.00		
8. Less			
a. credits			
b.			
c.			
d.			
9. Balance (line 7 less lines 8a through 8d)	65,488.00		
10. Plus			
a. other			
b. taxes			
c.			
d.			
11. Total corrected tax liability (line 9 plus lines 10a through 10d)	65,488.00		
12. Total tax shown on return or as previously adjusted	0.00		
13. Adjustments to:			
a.			
b.			
c.			
14. Deficiency-Increase in tax or (overassessment-decrease in tax) (line 11 less line 12 adjusted by lines 13a through 13c)	65,488.00		
15. Adjustments to prepayment credits - increase (decrease) See Attached	53.00		
16. Balance due or (overpayment) - (line 14 adjusted by line 15) (excluding interest and penalties)	65,435.00		

The Internal Revenue Service has agreements with state tax agencies under which information about federal tax, including increases or decreases, is exchanged with the states. If this change affects the amount of your state income tax, you should amend your state return by filing the necessary forms.

You may be subject to backup withholding if you underreport your interest, dividend, or patronage dividend income you earned and do not pay the required tax. The IRS may order backup withholding (withholding of a percentage of your dividend and/or interest payments) if the tax remains unpaid if it has been assessed and four notices have been issued to you over a 120-day period.

Name of taxpayer	Taxpayer identification number	Return form number	
[REDACTED]	[REDACTED]	1040	
17. Penalties, additions to tax, and additional amounts -- IRC sections	Period Ended 12/31/2020	Period Ended	Period Ended
a. Delq-IRC 6651(a)(2)	7,525.03		
b. Delq-IRC 6651(a)(1)	14,722.88		
c. Estimated Tax-IRC 6654	1,027.02		
d.			
e.			
f.			
g.			
h.			
i.			
j.			
k.			
l.			
m.			
n.			
18. Total penalties, additions to tax, and additional amounts	23,274.93		
19. Summary of taxes, penalties and interest			
a. Balance due or (overpayment) taxes - (line 16, page 1)	65,435.00		
b. Penalties and additions (line 18) - computed to 04/03/2023	23,274.93		
c. Interest** (IRC § 6601) - estimated and computed to 05/03/2023	7,510.75		
d. Amount due or (refund) - (sum of lines a, b, and c)	96,220.68		

**Interest, as provided by law, will be charged on any unpaid amount until it is paid in full.

Other Information

Make sure items adjusted on this report are reported properly on previously filed and future returns. If the same deductions/credits adjusted on this report are present on returns you already filed, you can file amended returns to correct them and minimize related penalties and interest.

Examiner's signature Tax Examiner	Employee ID [REDACTED]	Office Cincinnati Service Center	Date 04/03/2023
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Consent to Assessment and Collection- I do not wish to exercise my appeal rights with the Internal Revenue Service or to contest in the United States Tax Court the findings in this report. Therefore, I give my consent to the immediate assessment and collection of any increase in tax and penalties, and accept any decrease in tax and penalties shown above, plus additional interest as provided by law. It is understood that this report is subject to acceptance by the Area Director, Area Manager, Specialty Tax Program Chief, or Director of Field Operations.

PLEASE NOTE: If a joint return was filed, BOTH taxpayers must sign

Signature of taxpayer	Date	Signature of taxpayer	Date
By	Title		Date

Form **886-A**
(May 2017)

Department of the Treasury - Internal Revenue Service

Explanation of Items

Schedule number or
exhibit

Name of taxpayer

Tax Identification Number (last 4 digits)

Year/Period ended

Adjustment(s) to Prepayment Credit(s) Subject to
Deficiency (Form 4549 series Line 13a or Form
5278 Line 20a):

2020

005745

Total Adjustment Amount:

Adjustment(s) to Prepayment Credit(s) Not
Subject to Deficiency (Form 4549 series Line 15
or Form 5278 Line 22):

2020

Federal income tax withholding

53.00

Total Adjustment Amount:

53.00

Name of Taxpayer: [REDACTED]
Identification Number: [REDACTED]

Total

04/03/2023

24.00.00

EXPLANATION OF THE DELINQUENCY PENALTY

Since your income tax return was not filed within the time limit prescribed by law and/or the tax was not paid, and you have not shown that such failure was due to reasonable cause, an addition to the tax is charged as shown below, in accordance with Section 6651(a)(1) and/or Section 6651(a)(2) of the Internal Revenue Code.

2020 - DELINQUENCY PENALTY

005745

1. Delinquency penalty abated		0.00
2. Date return due	05/17/2021	
3. Date return filed	04/03/2023	
4. Failure to File penalty rate	0.225	
5. Failure to Pay penalty rate	0.115	
6. Total corrected tax liability less Shared Responsibility Payment (SRP)		65,488.00
7. Allowable payments on or prior to due date of return		53.00
8. Net Amount Due (line 6 less line 7)		65,435.00
9. Failure to File Penalty - line 8 multiplied by line 4		14,722.88
10. Minimum penalty if over 60 days delinquent		435.00
11. Failure to File Penalty - Greater of line 9 or line 10		14,722.88
12. Previously assessed/previously agreed Failure to File Penalty		0.00
13. Net Failure to File Penalty - line 11 less line 12		14,722.88
14. Failure to Pay Penalty - line 8 multiplied by line 5		7,525.03
15. Previously assessed/previously agreed Failure to Pay Penalty		0.00
16. Net Failure to Pay Penalty - line 14 less line 15 *		7,525.03
17. Total Delinquency Penalty - Sum of line 13 and 16		22,247.91

- If an amount appears as the Failure to Pay Penalty, the amount only reflects the addition to tax under Internal Revenue Code section 6651(a)(2) through the date of this notice. The addition to tax will continue to accrue from the due date of the return at a rate of 0.5 percent each month, or fraction thereof, of nonpayment, not exceeding 25 percent.