

Edwin Klippenstein

8:30

2/3/2014

To: Hilda Black
From: Edwin Klippenstein
Subject: A Taxing Matter

Hilda,

I am writing in regards to the email you recently sent me about the charges you have incurred from the IRS. The complicated tax laws confuse many of my clients, so I completely understand the stress this situation is causing you. To be honest, it is difficult for anyone without comprehensive knowledge of the laws to fully understand them. I reviewed the records of our conversation in April and I hope to clear any of your remaining confusion. Nice

During our conversation in April, you asked me what the consequences would be when moving funds from one tax-deferred account to another. Specifically, you wanted to know if you would have to pay taxes when rolling over these funds. I informed you that if the roll-over was finalized within sixty days you would not be required to pay taxes on this transaction. I then added that when you do indeed withdraw the retirement income funds, you would need to pay taxes on the amount of interest earned on the account. ✓

The information you provided my in your email indicates that you are being charged by the IRS because you, "failed to declare interest income earned when cashing in bonds." Your misunderstanding originates from the distinction between rolling over funds among two tax deferred accounts and cashing in standard bond accounts. My archives show that we never discussed the consequences of cashing bonds, which are non-tax deferred accounts. I would have gladly advised you to declare the interest income earned when cashing in these bonds, but unfortunately you never asked me about this topic. ✓

Hilda, I hope you see that because of this it would be unfair for me to assume responsibility, therefore I will not be paying your IRS penalties or interest charges. Please do not let this minor inconvenience disrupt our future. I would love to continue helping you achieve your financial goals.

Perhaps we can set up a time for a free consultation. I can create a payment schedule for you or help you prepare for next year's tax filings. In the meantime, please call me if you would like further clarification.

Sincerely,

Edwin Klippenstein

*20/20 Greatest
message*

Edwin Klippenstein