W. S E Bonds out Redwood Empires Bank look () 1.

A-35-a

A.X

LEGAL ISSUES

Although there are several areas of concern that may be commented upon in the course of this outline, by far the greatest concern is with issues that relate to taxation. In this field the critical question is wether our exemption can be successfully attacked. If so, then there issues of tax evasion, failure to keep or to produce records, officers and directors liabilities and others that can be raised. Some of these are substantial crimes with penalties rangint to \$10,000 and/or 5 years. As sub issues are the following: can the 🛫 🤼 * exemption be attacked separately from the denominational exemption? If so, can the obligation to pay tax be applied retroactively? Can the obligation to keep records, file returns be applied retroactively? Whose obligation would it be to comply, the then officers and directors or those in office at the time of the revocation? Is it possible to charge evasion in a situation such as ours? What would I.R.S. have to proove? Do they need access to our records for such purpose? What is the liklihood that they would try such a prosecution? Have they ever done it? What proceedures would they have to go through in order to revoke the exemption, assess a tax due, demand payment and file a lien or seize property? How long would it take? What delaying tactics are available? What are our rights? Can criminal penalties be applied in a situation where there is a retroactive appliation of the tax law? (We know that civil penalties can be applied retroactively - they did so to Hargis) Is there any practical way that we can prevent I.R.S. seisure in the event that they revoke? Form another Church and donate our remaining assets to it?

This is an area that few people know anything about. Even the so-called tax experts know little about the application of the church rules. The only persons who would have enough familiarity with the laws and I.R.S. proceedures to handle these questions with any reasonable semblance of accuracy would be a person who had spent some years as an attorney for the I.R.S. in their Exempt Organization section, and so would be familiar with the course of their proceedures, the lwas, and the areas where they had succeeded or failed in the past. I feel that it would be a disservice to our

A-35-a-la

Community, and grossly irresponsible for any of us, in our ignorance to give opinions in these areas which mught be acted upon to our subsequent detriment. I feel that the experience with A. C. should be a warining in that area, even though we were relying on the advice of local counsel who we beleived to have more expertise than most other so called "experts" in this area.

We have real need of the best advice obtainable on this subject. If we have no really strong risk of exemption loss, then it would seem that we might go somewhat slower on the sale of the property and not be in the position of giving them away on the theory that anything now is better than nothing later. It might also be more feasable to continue to operate a very limited church structure here so long as it continued to be economically worthwhile; we might also consider some profitable investments that under our present constraints are just not available to us. (See other memo) On the other hand, if we do have a serious problem, then we might consider bending more efforts to attempt to protect our situation, according to the legal advice that we receive.

We are attaching code provisions and regualtions that hypothetically present potentail problems. One thing to keep in mind is that the pursuit of any inquiry is discretionary, at several stages, and is grounded in what looks curious, not in what actually is there (or not there) as is the case with us. Thus, at any number of points along the way, the special agent or investigator can decide to drop the matter. However, there are no firm guidelines for this: it is as much a matter of personal opinion or local policy as anything else. However, it should be noted that IRS has shown a distinct aversion in recent years to the so called "new religeons". We are enclosing a book that gives an overview of proceedures.

To reiterate: it would appear that the central question is can they go after us on the basis that we are not tax exempt, and thus raise the whole gammut of subsequent issues, both criminal and civil? In passing, IRS Reg. 6001-1 seems to require that organizations exempt under \$501(a) such as one of ours ARE required to keep a specified set of records, notwithstanding Georges advice to the

contrary, which has apparently been followed.

We recognize that these pages do not represent an analysis of the statutes etc. but we feel that no meaningfull legal opinion or information can be obtained that way because so much is a matter of confilcting legal case law and of administrative proceedures, even the experts and the IRS people say that they don't know what some of the laws and regulations in this area mean. We feel that lining out some of the possibly relevant issues, and pointing out the possibly relevant statutes etc. is about as much as can be done based on our level of skill and information. We also think that if George gives you the impression otherwise, he is full of crap; he is no better equipped to give a legal opinion on this. It would be the grossest kind of deception for us to talk with "knowledge" or even engage in guesswork about an area that is acknowledged as murky by the "experts".

FINAL NOTE: There is some doubt that criminal penalties could be imposed retroactively, (i.e. if it were determined that for specific past years we were not tax exempt). Civil penalties, yes... but there could be a real due process question if they said we were not tax exempt for certain yearsand that therefore any activity that we engaged in for those years would have been an attempt to evade taxes and subject to criminal penalties. However, if they required that tax returns be filed for those years, on the basis of their determination that we were not if fact tax exempt for that period of time, and we did not do so. then it is probable that they could go after us on a present failure to comply with our obligation to file the returns. Lack of willfullness is a defense that could be raised, as well as mistake of law, because the law is so uncertain with respect to the bases for a termination of tax exemption.

E&D

TO GENE CHAIKIN
REGARDING: LYNETTA'S FUNDS

I AM NOT SURE I FULLY UNDERSTOOD YOUR WRITE UP, BUT WHAT I THINK JJ HAD IN MIND WAS TO TRY TO CREATE ACCOUNTS AS GIFTS TO EACH ONE OF THE GRANDCHILDREN, AND PERHAPS OTHER INDIVIDUALS AS WELL.

FOR EXAMPLE COULD SOMETHING LIKE THIS BE DONE?

\$20,000 to each of the grandchildren plus perhaps John and Kimo? If this were done who would pay tax on the things? In other words what would Lynetta pay taxes on, and what would each of the recipients of the gift pay taxes on? Who would formally have the responsibility for the accounts? And how would they be done?

I think he may have had in mind to just leave the various accounts in savings for a long while to accumulate interest at this point. That way we also would not be telling the boys much, if anything about the accounts at this point, if ever. It would not be so much that he wants them to have the accounts, but to avoid inheritance tax and perhaps they would not have to pay anything on interest earned because they don't have any income.

Give me your ideas on how this would be possible please, fairly rapidly as I know we are loosing interest on the check just sitting as it is now.

1189 - 4286 - 2018

1 Total \$ 120,000 role of 6. 4 fts of . 20,000 ca. 172,000 Tayle Tax 13 /2, 125 +28/ our Con or \$ 9645 611 Tax .. The children nex tox on the income TOTAL \$120,000 A/c of 20,000 en "in thost for This requires no accounting but does require jajunt of Estate Tax. Ent. to 120000 # Exclusion \$ 7000 + 25/ Die 50,000 0 2,000 9,0072 We can avoid the tax by: 1. Mskina difts in an smount not in excess of \$30,000 + 3,000 per donce 2. making donations to tax exempt agong lobel. a tack all together to and \$ 60,000 "in this for 's/c for belone
A-35-a-3a 3) making rest i

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The will avoid top on gifts (the a return must be filed, and just the estile below 60,000 no no felled estate top graphels

alc of \$10,000 for each of a Caller
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n 8 6 ift. 7/6)50 parl = 54,000 6 ift of 6,000 to all - 6,000 8 a/e "intert" 17500 ear = 60,000

A-35-a-36

TO MILDRED FIRST

Law Office Report #39

July 8, 1978

from June

page 1

TAXES FOR TISH AND HAROLD

Attached notices have been received in the mail, being passed on to you:

- 1. Ray and Agnes Jones, re 1973 return see the bottom where it says that the period for claiming an overpayment appears to have expired before received your claim. We will notify you if your claim is disallowed. Does this mean that Ray and Agnes may not get their refunds because it's so late in filing? See attached Section 1645 of IRS Master Tax Guide:
- 2. Guy and Beverly Mitchell verification of social security number or name. We are getting a bunch of these this year - is this something new??
- 3. Still waiting for tax returns back from you on Barbara Høyer, Carol & Richmond Stahl, Tim and Mary Lou Clancy, others. For awhile there I was getting taxes regularly but have not recently. Meanwhile, we are still waiting on W-2's, have received none.
- 4. Kris Kice She needs to reduce the amount of taxes taken out of her salary per month. Her check fluctuates, depending on the amount of hours she works; she's been working a lot of overtime and will continue to, doing about one or two double shifts per week. She would be getting more money from this if they didnt take out so much taxes. SO, since she now only claims herself as a dependent, can she l. claim; Tom Kice and Tommy as dependents? Can this be done by making out monthly checks to them as proof of support? Sending thoose checks over for cashing there? Or could she set up some kind of direct deposit system so the money would go direct to GT? She would like an answer right away because she's putting in a lot of extra hours and as of how the money is wasted because it goes right back to the employer in taxes. See attached copies of the most recent checks she's earned which show deduction of taxes, awx and her own explanation. BARBARA HOYER IS ALSO BRINGING A COPYOF THIS WITH HER: HOPEFULLY BETWEEN BARBARA AND THIS REPORT, KRIŚ WILL GET AN ANSWER SOON.

A-35-a-4

Department of the Treasury Internal Revenue Service Center FRESINO, CA 93588

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7825

FOREST R & AGNES P JONES PO BOX 15156 SAN FRANCISCO CA 94115 Date of This Notice
JULY 3 1978
Social Security Number
402-52-8880 DB
Document Locator Number
94211-147-08316-8
Form Number Year Ended
1040 DEC 31, 1973

Correction to Arithmetic

In checking the arithmetic on your income tax return, we had to make corrections for the reasons shown below. The amount refunded to you, which is shown on the right, will not be delayed by this corrective action.

EITHER YOU DID NOT FIGURE THE GENERAL TAX CREDIT ON LINE 17c, OR YOU MADE AN ERROR FIGURING IT.

N433

rax Statemen	ι
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Total Tax on Return\$ Less IRA Excise Taxes on	298.00
Return	•00
Balance of Tax on Return\$	298.00
Correct Balance of Tax on Return\$	508.16
Tax Withheld	898.00-
Estimated Tax Credits	• 0.0
Other Credits	•00
Payments	•00
Payments Applied to IRA Excise Taxes	•00
Plus Penalty *	•00
Plus Interest *	• 00
You Overpaid IRS►	389.34
Amount Being Credited to Your Estimated Tax\$	•00
Amount to be Refunded to You, if You Owe No Other Taxes * *	389.84

*See these code numbers on the ► back for an explanation of penalty or interest charges

THE PERIOD FOR CLAIMING AN OVERPAYMENT APPEARS TO HAVE EXPIRED REFORE WE RECEIVED YOUR CLAIM. WE WILL NOTIFY YOU IF YOUR CLAIM IS DISALLOWED.

* * Since we maintain your individual account separate from your individual retirement account, (IRA), you may receive another notification from us about your IRA excise taxes.

Form 4085 Part 1 (REV. 8-77,

distraint or a proceeding in court for collection has expired. (Reg. § 301.6512-1.) 19

1645. Limitations on Credit or Refund. In all cases in which the taxpayer is required to file a return, the Commissioner cannot allow
a refund or credit unless a proper refund claim is filed within three
years from the time the return was filed or within two years from the time
the tax was paid, whichever expires the later, or if no return was filed by
the taxpayer, within two years from the time the tax was paid. For this
purpose, a return filed before the due date is treated as filed on the due date.
Claim for refund or credit of an overpayment of any tax which is required
to be paid by means of a stamp is not timely unless filed by the taxpayer
within three years from the time the tax was paid. (Reg. § 301.6511(a)-1.)

within three years from the time the tax was paid. (Reg. § 301.0511(a)-1.) If the claim relates to deductibility of bad debts or worthless securities, the period is seven years instead of three years; if it relates to the credit for foreign taxes, the period is 10 years. If the claim relates to a net operating loss carryback, capital loss carryback, work incentive program credit carryback, new jobs credit carryback, or investment credit carryback, the period is that period which ends with the expiration of the 15th day of the 40th month (or 39th month, in the case of a corporation) following the end of the taxable year of the net operating loss (or unused credit) if such period ends later than the regular three-year period. And to the extent that an overpayment is due to an investment credit carryback or work incentive program carryback arising from a carryback of a net operating loss or capital loss from a later year, the refund claim can be filed through the 15th day of the 40th month (or 39th month, in the case of a corporation) following the end of the taxable year of the net operating loss or capital loss, if such period ends later than the regular three-year period. (Code Sec. 6511, Reg. §§ 301.6511(d)-1—301.6511(d)-4.)*

1646. Interest on Refund Claim. Interest is allowed on a refund from the date of overpayment to a date preceding the date of the refund check by not more than 30 days. However, no interest is allowed on a refund made within 45 days from the due date of the return (disregarding extensions of time for filing). Nor is any interest paid in the case of a return filed after the due date where the refund is made within 45 days after the return was filed (Code Sec. 6611(b), (e)).2

1647. Amendment of Refund Claim. A timely claim for refund based upon one or more specific grounds may not be amended to include other and different grounds after the statute of limitations has expired.

1648. Suit for Recovery of Overpayment. A taxpayer is denied the right to pay an asserted additional tax and sue in court for a refund if he has appealed to the Tax Court from a deficiency finding. His recourse after an adverse decision of the Tax Court is to appeal to a proper Court of Appeals.

After the Commissioner rejects a refund claim, suit can be maintained in the Court of Claims or a District Court (¶ 1661, 1662). Filing a proper claim for refund or credit is a condition precedent to a suit for recovery of overpaid taxes (Code Sec. 7422(a), (c)).

If, prior to hearing a taxpayer's refund suit brought in a District Court or the Court of Claims, a notice of deficiency is issued on the subject matter of the taxpayer's suit, the proceedings in the suit will be stayed during the period of time in which the taxpayer can file a petition with the Tax Court, and for 60 days thereafter. If the taxpayer files a petition with the Tax Court, then the District Court or the Court of Claims loses

References, are to paragraphs of the 1978 Standard Federal Tax Reports.

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Department of the Treasury Internal Revenue Service Center FRESNO . CA 93888

59217 54

If you inquire about your account, please refer to these numbers.

JULY 3, 1978 Social Security Number on Return

588-98-1750*

Date of This Notice

1040A

Document Locator Number

94209-126-36389-8

Form Number Year Ended

DEC. 31, 1977

GUY & BEVERLY MITCHELL PO BOX 15156 SAN FRANCISCO CA 94115

: VERIFICATION OF YOUR SOCIAL SECURITY NUMBER OR NAME

7825

We are unable to complete the processing of your income tax return for the above year because the social security number or last name on it is different from our records. Please supply the information requested below. If you filed a joint return, give information for the first person named above. Please reply soon, as it will take several weeks to make corrections, to issue any refund to you, or to credit your account. An addressed envelope is enclosed for your convenience. Thank you for your cooperation.

58	8981750*		94	MITC	R	77		SOCIAL SECURITY NUMBI	R
	i	Pi	ease print in d	ark ink or us	e typewrite	t.			
1	FULL NAME		(First)		(Middle, or	initial—if none,	draw line-)	(Last)	
.2	NAME AS SHOWN LAST SOCIAL SEC IF UNKNOWN, YO	ON YOUR CURITY CARD OUR NAME AT	BIRTH	(First)			-if none, draw line-		
**	DATE OF BIRTH	(Month)	(Day)	(Year)	;Ą		VIOUSLY REPORTED (III differe	
· F	PLACE OF BIRTH	(City)		ICa	ounty!		(State)	6. SEX D	
7	MOTHER'S FULL	NAME AT HE	BIRTH (Her	maiden name.	; 	₹8	FATHER'S FULL N	AME (Regardiess of whether livi	ng or dead;
ğ,	WHERE AND WHE DID YOU GET YOUR FIRST SOC		Y CARD?		/Si	ate)		(Year)	
	YOUR PRESENT MAILING ADDRESS	(Number and S	ireet, Apt. No.				(City)	(State)	(ZIP Code)
11	TODAY'S DATE	13	furnished f	alse information	tion in app to 1 year,	lying for a soci or both.	someone else's trui al security number	e identity, willfully furnishes or is subject to a fine of not more	than \$1,000
12	TELEPHONE NUM	BER	Sign YOUR N	AME HERE	(Do not pr	nt)			
_	T5889	81750	77 2						Form 3912 (Re

ERIOD ENDING DEPT. NO. EMPLOYEE NO. EMPLOYEE NAME SOCIAL SECURITY NO. GROSS EARNINGS

15/2C/7E E73C-02 C407E CHRISTINE KICE 286-48-0314 393.75

EARNINGS HOURS AMOUNT DEDUCTIONS AMOUNT

EGULAR 40.00 353.75

Σ,

	GROSS	F.I.C.A.	STATE	S.D.I.	FED. WITH.			
CURRENT	393.75	23.62	5-48	3.94	41-24	TOTAL TAXES	74.46	
ARTODATE	393.75	23.82	5.48	3.94	41.24	NET PAY	219،27	
STATEMENT O	F EARNINGS AND	DEDUCTIONS				DETACH AND RETA	AIN FOR YOUR PECORE	os _
				SPITAL AND MEDIC	AL CENTER			
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	8730-02	04078	CHRISTINE	KICE	2	86-48-0314	810.18	
RATE	9-8438	PER HOUR		JOB CODE J(3AC-00			
EARNINGS	• • • • •	HOURS	AMOUNT	DEDUCT	TIONS	AMOUNT		
EGULAR	1	80.00	787.5G					
REMIUM		32.00	22-68					

					FED, WITH		
	GROSS	F.I.C.A.	STATE	s.D.I. 8-11	138.56		222-19
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	2067=65 of Earnings an		02.23	20.00	22202		LIN FOR YOUR RECORDS
STATEMENT C	DE EVENINGS TO	DEBOCTIONS	MOUNT ZION HOS	PITAL AND ME	DICAL CENTER		
ERIOD ENDIN	G DEPT. NO.	EMPLOYEE	NO, EM	PLOYEE NAME		SOCIAL SECURITY NO.	GROSS SARNINGS
L/71/72	3730-02 9-8438	C4978 PER HOUR	CHRISTINE		02-2463L	2 86-40-9314	863.72
EIRNINGS	,,0	HOURS	AMOUNT	DEDU	CTIONS	THUOMA	
ES JL 49		72.00	708.75				
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SUBLET 1	115	3+00	59.0ć				
t E 1 1 1 1 1 4		51-99	36.85				

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CLIFERT	363.72	52.2€	31.26 /		157.55	TOTAL TAXES	244.73	
	1257.47	76.0:	35.74	12.57	164.79	HET PAY	619-02	
	OF EARNINGS AT	ום מבטעכדיפאג				DETACH AND RET	AIN FOR YOUR RECORDS	-
* - =====			WOUNT 2:05 HCS1	TAL AND ME	437435 LAS*			
-,=x55 END!	NG DEPT, NO	EMPLOYEE		LCYEE NAME		SOC AL SECUR TY NO	SECSS EARN NOS	
J7/01/78	\	94078	CHRISTINE		JC3AC-00	2 86-48-0314	1197.72	
EAENINGS		₩ OURS	AMOUNT	DEDU	CTIONS	THUSWA		
REGULAR		80.00	757.50	CNA DUE	5 .	9.05	9.05	
SVERTIME	:	12-00	177-19					
DOUBLET		7.75	152.58					
PREMIUN		113.50	80.45		•			

A-35-a-80

GROSS F.I.C.A. STATE S.D.I. FED. WITH.

1197.72 72.46 59.58 11.97 265.38 TOTAL TIMES 409.39

1107.72 197.55 121.63 32.65 558.73 NET PAY (19.28)

70: Terry Buford

FROM: Chris Kie

Re: taxes - need to reduce amt. of taxes taken out of my salary per month.

Started work @ Mt. Zion on 5/15/78 occupation: Registered Nurse

FROM 3/15/28 - 7/01/28 make 3265. 37 gross

2305.56 Net

7/8/78

950.76 taxes

I claim only myself as a dependent.

Questions:

-) Can I claire Tom Kice of Tommy as dependents?
- a) Can this be done by making out monthly checks to them as proof of support?
- 3) Please authore be specific about your answers

Public Utilities Commission

STATE OF CALIFORNIA
TRANSPORTATION DIVISION—TARIFF AND LICENSE BRANCH
SAN FRANCISCO, CALIF.

IF YOU TELEPHONE,
CALL 557 - 1909
(AREA CODE 415)

LEONS TRUCKING leon Ferry P.O. Boy 466 Redwood Valley, CA 95470

File T- 86061

Dec. No. No Fund

Date 7-3-78

SUBJECT: Your report of GROSS OPERATING R	EVENUE for the quarter					
of <u>1976</u>						
🖾 Report received without remittance of:	,					
RATE FUND FEES	UNIFORM BUSINESS LICENSE TAX					
3/10 of 1% of \$	1/10 of 1% of \$ Re Operation					
Quarterly fee	Penalty					
Penalty	•					
TOTAL \$ 10.00	TOTAL \$					
TOTAL DUE \$	10.00					
☐ Report received with incomplete information:						
(a) Amount of Gross Operating Revenue .	\$ (State exact amounts)					
(b) Amount of Subhaul Revenue	\$					
(c)	·					
(d)	<u> </u>					
Signature on report indicated change in status	of your operations					
FLEASE NOTE: As long as the Highwa	•					
remains in your name	in active status, the liability as will continue.					
	F N.112 301.01.1146.					
PLEASE NOTE: Quarterly Fee due whether operations conducted or not Quarterly Fee due during Suspension period Quarterly Fee NOT paid by principal carriers						
· .	By Web Commission					
	JAMES K. GIBSON, DEFECTOR TRANSPORTATION DIVISION					
Reply:						
1						
Date [Sics	NED]					

:

FT 80 - 4286 - 20 7 8

STATE O' CALIFORNIA



STATE BOARD OF EQUALIZATION

1020 N STREET, SACRAMENTO, CALIFORNIA (P.O. BOX 1799, SACRAMENTO, CALIFORNIA 95808) TELEPHONE: (916) 445-7732

June 6, 1978

GEGRGE B. REILLY
Fus: O sinet, San Francisco
JRIS SANKEY
Second Dissinct, San Diego
WILLIAM M BENNETT
Third Digitaric, San Pelael
RICHARD NEVINS
FOWIN D SIVEL, Pesadeno
KENNETH CORY
Controller, Sacramento

DOUGLAS D BELL

Truth Enterprises Inc. P. O. Box 192 Redwood Valley, CA 95470

IN REPLY REFER TO: SR-JHE-27-642379 Period: 4th Qtr., 1977

JAM: fa

Your return for this period shows the following, which requires further explanation:

18a. Amount of San Francisco Bay Area Rapid Transit District Tax (From Line A9 Column A of Schedule A) \$59.19

The remittance with your return was at 62% of taxable sales. Since your business address is not located in a Transit District, it appears excess tax may have been paid. However, if excess tax was collected, the Law requires that the excess be returned to customers and evidence of the refund retained in your records. Your signed request for refund under the foregoing conditions may be made on the extra copy of this letter. If you are unable to refund to customers, the excess tax collected is payable to the

If you have transactions in the transit district, please complete Schedule A of future returns.

Approval of your return has been withheld pending receipt of your emplanation. Please return a copy of this letter with your reply.

Very truly rours,

Principal Compliance Supervisor

BT-303 Rev. 18 (7-77)

A-35-a-10

Internal Revenue Service District Director

Department of the Treasury

Date: June 8, 1978

٥

Truth Enterprises Inc PO Box 975 San Francisco, Ca 94101 Person to Contact: BI 7820xm Contact Telephone Number: 556-1790

Office Address: 450 GOLDEN GATE ALEMUE

POX 36333 Tax Form(s): SAN FRANCISCO, CALIFORNIA 94107 1120S Tax Period(s):

7512 - 7712

We have been unable to reach you by telephone to discuss filing the tax returns indicated above.

It is important that you contact our office as soon as possible between the hours of 8:30 a.m. and 4:00 p.m. We can be reached at the above number.

It will not be necessary for you to call if you file the required forms at the address shown above within 10 days.

If we do not hear from you or receive the returns, it will be necessary for a field representative to contact you at your residence or place of business.

Sincerely yours,

6/20178 Celled + left manage 6/20178 returns not filed Franci Mobile 556-3116

450 Golden Gate Ave., San Francisco, CA 94102

FL-1622 (5.77,

A-35-a-11

P.O. Pox 975 Sen Francisco CA 94101

Warch 31, 1978

Internal Revenue Service 5045 Tast Butler Avenue Fresno, California 93888

Re: 29061753 Ltr 2820 U 0188 Truth Enterprises, Inc.

Dear Sirs:

Attrofed is a papy of your letter of March 1, 1978 in which your form to our letter. We do not unless tand to which letter your ideas, as no one hors can recell sending any letter of implry to you. We would appreciate your sending us a copy of the letter to which you refer, so that we night better understand the reason for your response concerning our 1975 return.

Sircerely,

–Internal Resistres Samilos,

Department of the Treasury

E ste

Is and a call of a

5045 EAST BUTLER AVENUE FRESMO, CA 93888

MAR. 01, 1978 LTR 282C U 0199

- TRUTH ENTERPRISES INC PO BOX 975 SAN.FRANCISCO, CA '94101

EMPLOYER IDENTIFICATION NUMBER: 94-2187644

DEAR TAXPAYER,

THANK YOU FOR YOUR LETTER. WE HAVE MADE A THOROUGH SEARCH BUT CAMMOT FIND YOUR ORIGINAL FETURN, FORM 1120S, FOR THE TAX PERIOD ENDED DEC. 31, 1976. IF WE HAVE MISPLACED IT, WE APOLOGIZE FOR THE INCONVENIENCE THIS CAUSES YOU.

WE MUST ASK YOU TO FILE A SECOND RETURN. PLEASE PREPARE AND SIGN IT JUST AS YOU DID THE FIRST, AND ATTACH COPIES OF ANY SCHEDULES OF POCUMENTS YOU INCLUDED WITH THE DRIGINAL. A PREADORESSED ENVELOPE IS ENCLOSED FOR YOUR CONVENIENCE.

THANK YOU FOR YOUR COOPERATION.

SINCEPELY YOURS,

K-120 W-1611

CHIEF, CORRESPONDENCE SECTION

ENCLOSURES: FORMS 1120S ENGELOPE

Declaration and acknowledgment of bifts I. The undersigned, hereinafter referred to us away first met Jim Jones and merceline Jones of Redevoor Valley, California, Lereinafter referred to an donces, in Chiquet 1968. From that time until the great I have irrevocable cash gifts out periodically made of my personal funds to Jim Jones and marcuine gnes. These gifts were made out of love and affection for each of them and in the deep Knowledge and belief that area gifts waren and will be used as they see fit for humanitarien good. no tay deductions were Claimed by me of any of these gifts, and no restrictions were just on the wine of these funds by said doniew. The total amount of these gifts by me to said dopels has exceeded twenty Thousand dalians (\$20,000.00). There gifts were freed out so that during no calendar exar ded the our so that during no calendar "year ded the amount of such gifts exceed \$3,000 per donce. I declare under pinelty of perjurythat the longoing is true and correct. Donor Mr. Lada Shara anos witness

Canol a. Stahl

We the undersegned, are husband and unife, and an referred to herein as donors. Wel first ment I'm Joner and marceline, Jones of Redwood Valley, Calfornia haviafter referred to as donors, in from that time until the present we have periodially made crowable and gifts out of our Community property funds to Jim Jores and marceling Jores . These gifts were made out of love and affection to lack of them and in the deep knowly and belief that such gifte would and will be used as they see fit for humanstarian Good. mortagledyctions were claimed by us of any of these gifts, and no re-strictions were put on the use of these funds by said donees. the total arrent, af these gifts by us to said donier has likeder twenty thousand dellars (\$20,000,00). These gifts were specied out so that my Calendar year dist the amount of such gifterfreed \$3,000 per done from enther one of us 1. I declare under penalty of peryung that the foregoing is true and Correct. E die Lutatas Jenny Stututes Witness: Carol a. Stall

A-35-a-15

We, the undersigned, are husband and wife and are referred to herein as dorses. The first, met sim somes and Marceline bones of Redworst Vallez, California hercingter rejerred to as donces, in September 1969. From that time until the present we have periodically made irrevocable cash gifts out of our community property funds to yim times and Marcerine Jones. These gifts were made out of love and affection for each of them and in The deep prowerge and belief that such gifts would and will be used as they see for humanitarian good, No tax deductions were put on or claimed in us of any of these gifts and no restrictions were but on the use of these funds by said annew. The total amount of these gifts by us to sail dones has exceeded Twenty thousand doliers (\$20,000,00). These gifts were spread out so that ouring no calender year did the amount of such gifto exceed (3,060,00), three thousand dollars per donce non either of us. I declare under penetry of perjuny that the foregoing is true and correct.

> Renne M. Mertle - will Elmen J. Mertle - husband

Witness: Carol a. Stakl

Dellaration and acknowledgment of Fixthe

From that time until the present we have feriodically made irreviewle lash gipts out of our community property funds to Jim Jones and marceline Jones. These gipts were made out in love and affection for lack of them and in the deep knowledge and belief that such gipts would and will be used as they see fit for humanitarian good.

any of these gifts, and no restriction were full on me use of these funds by said done

The total amount of these gifts by us to said Jones has exceeded twenty thousand dalla. I 20,000.00). These gifts were spread out so that during no Calendar year did the amount of such gifts exceed 3,000 for dones from either one of us.

I declare under penalty of perjung That the foregoing is true and Correct

Phiavian Bean Jack H. Bean

Witness: Carol U. Stall

DECLARATION & SURVEY STREET A CONT.

we, the rendershined, on husband and not for and a referred to herein as donors, we first met you to a donor and marketine gones of fiducial Vailey California, hereineges.

referred to as Horses, in February 1970

From the lane with the prient we have present at made inswertable cash gifts out of our community property funds to gim force and mercebne force. These fifts was made ont of love and appetion for each of them are in the deep throughout a falled that each full warm and with the week as they are fet for humanitarian our possesses.

No try ded their were claimed by us of any of the e

friends by Sank Assessed diniec.

The total amount of their sittle on us total since has exceeded twenty throwards children (The poor of the Three englishment of such spite exceed 3,000 per year did the amount of such spite exceed 3,000 per a dence from eather of us.

The foregoing is true and source.

Richard R. May

Witness: Carol a. Stable

Declaration and teknowledgment of life's We the undersigned, are husband and wife and are referred to kerein as donors. We frist met Jim Jones and Muchine Jones of Palwood Valley, California Alexin after referred to an donces in august 1959. From that the until the present we have periodically made inavoille out gifts out of our community property funda to Jim Jones and Marceline Jones, These gifts were made out of love and affection for lack of them and in the day knowledge and belief that such gifts would and will be used as they see fit for humanitarian good. No tax deductions were claimed by use - of any of these gifts and no restriction were put on the use of these funda by said dones. The total amount of these gifte by wa I sid dones has exceled thenty thousand Sollers (520,000.00), These gefts were aproad out so that during no calendar year did the amount of such gift excel \$ 3 000 per done, from either one afus. I declare under penalty of paying that the foregoing is true and correct.

witness Grand autile

A-35-a-19

Subra & Onless .

Declaration and deknowledgment of life's We, the undarsigned, are husband and wife and are refared to Serein as donors. We first met Jim Jones and Muchai Jones of Palousad Valley, California Alexin after referred to as doneen, in August 1959, From that time until the present we have periodically made irravorable ask gifts out of our community preparty funds to Jim Jones and Marcelina Jones, These gifts were made out of love and affection for lack of them and in the deep Knowledge and belief that such gifts would and will be used so they see fit for humanistarian good. No tax deductions were claimed by us - of any of these gifts, and no restriction were put on the use of these funda by said dones. The total amount of these gifte by no In said bones has exceled therety thereand dollar (820,000.00), These gifts were operal out so that during no calendar you did the amount of such gift school \$ 3000 per done from either one afue. I declare under penalty of paying That the foregoing is true and correct. Witchard W. Corllet

Ausband A-35-a-20

Declaration and acknowled must of Sifts

We, the undersigned are husband and wife and are referred to herein as donors. We first mut Jein Jones and Marchie Jones of Gedwood Valley, (Defamia Men in after referred & as donces, January 1965 from that time until the present we have Reviolically sunde irrevocable cash gifts out of our community property funds to Jain Jones and Marchine Jones. These gifts were made out of line and effection for each of them and in the deep Knowledge and belief that such gifts would and will be used as they see fit for humanitarian good. No tox deductions were claimed by us of any of these gets, and no restrictions were put on the us of These funds by said donnes. The total amount of these gifts by us to said dones has exceeded twenty thousand delians, (1 20,000.00) These gifts were spread out so that during no calender oyear did the amount of such gifts exceed 3,000 Bu donce from either one of us. I declare under genalty of Gergury that the foregoing is true and correct-

The Suin meg. Cleave Swinners

Witness: Carol a. Stall

M 89 - 4236 - 2018

Declaration and acknowledgment of Jefta we, the undersigned, are husband and wife and Ose referred to herein as donors. We first met finn Jones and marceline Jones of Redwood Valley Calif. I here after referred to as donees, in Jan. 1964 From that time until the present we have periodically made Arsevocable Early gift out of Our Community property funds to form Jones and marceline Jones These after were made out of love and affection for each of them and in the diep bonowledge and helief that such gotte would and will be used as they see fit for humaniteseen notax deductions were claimed by us of any of there gifts, and no trestrictions were put on the lise of these funds by said dones. The total amount of these gifts by us to said donees has exceeded twenty-thousand dollers (20,00000) There gifty were spread out so that clusing no Calenda year did the amount of such gifts exceed \$3,000.0 peredonce from either of us. Y declare under penalty of perfusy that the

> Games P. Pugh Ein H. Fugh

Witness: Carol a. Stable

foregoing is true and Correct.

Declaration and acknowledgment of Sifts

We, the undersigned, are Sustand and wife and are referred to hirem as donors. We first Jum Jones and marceline Jones of Redwood Vailey, Cally, hereinafter referred to as donies, in

June, 1968. From that time until the present we have periodically made irrevocable Cash gifts out of our community property funds to Jim Jones and marceline Jones. These gifts were made out of love and affection for each of them and in the deep knowledge and belief that such gifts would and will be used as they see fet for humanitarion good. No tay deductions were claimed by us of any of these gifts, and no restrictions were put on the use of these funds by said doness.

The total amount of these gifts by new to said donees has exceeded twenty thousand dollars (\$20,000.00). These yests were spread out so that during me Calendar year did the amount of suck gifts exceed \$3,000.00 per donée from

either one of us. I declare under penalty of perjuly that the foregoing is true and correct.

wife - Carol a. Stabl Husband_afred R Stolf A-35-a-23-

Witness: Kinisty O Stain

We the undersigned are husband and wife and are spersed to have as down We first methin Jones and marchine Jones of Technood Vally California, herewifter referred to as dinees, in Upril. From that time until The present we have printically Made incorcable Cash gifts out of one community property funds to Jen Jones and marceline Jones There gifts were made out of love and affection for them and in the dep knowledge and belief that such gifto would and will be used as they see fit for humanitarian goodhe Tax deductions were claimed by as of any of there gift, and no restrictions were put on the use If there funde by said dones the total amount of these fifthe by in to said donees his expected twenty thousand Island (\$20,000.00) Thee gift were spead not so that chang no Calleder year did the amount of such gifts irrect \$ 3,000.00 per donce from either one of his. I dichare linder penalty of A. Stall

A-35-a-24

... و لاسب

Declaration and acknowledment of Gifts

He, the undersigned are husband and wife and are referred to herein as donors. The first met Jim Jones and Marceline Jones of Lelwood Valley, California, hereinafter referred to an donees, in <u>Accember</u> 1969.

From that time until the present we have periodically made irrevocable cash gifts out your community property funds. To lim Junes and Marceline Jones. These gifts were made out of love and effection for each of them and in the deep knowledge and telig that such gifts would and will be used as they see fit for humanitarian good.

No tax déductions were claimed by us of any of these gifts, and no restrictions were put on the use of these funds by paid doneis.

The total amount of these gifts by us to paid dones has exceeded twenty thousand dollars (\$20,000.00). These gifts were spread out so that during so calendar year did the amount of such gifts exceed \$3,000.00 feel done from either one que.

A-35-a-25a

I declare under penalty of perjuit

Grace L. Stole

Witness: Carol a. Stoke

A-35-a-256

Declaration and Acknowledgemen husband and wife and are We 2 marce Jim Jones and of Redwood Valley, refured douses ويه 1969. that time have periodica irre vocable love us to said dones las beceded French thousand dollars (500,000.00). There gifts have speed out so that during I clouder year did the amount of will amount of will exceed 89,000 per lonee how ather one of the I declare weder parally of parying that the foregoing is the or correct. Witness! Carol a. Stark A-35-a-360

Declaration and Acknowledgement husband and wife and are to havin as donors. We for Jim Jones and Marceline of of Redwood Valley, Calif. to havin Louses that time until the present me have periodically made irrevocable can on Jim Jones love and thatelge and belief that such in would and will I for humanitarian sond.

One tak deductions were us to said dones los loxcees renty thousand dellar (500,000.00). There gifts here speed out so that during no delander year did the amount of wall exceed \$9,000 per lonee how ather one ofly.

I declare weder perfolty of perjung that
the lare rain is the or correct. the faregoing is the a wither a

Ricciaration and acknowledgment of theto

- the undersigned, hereincetter. referred & as doner, inst. met Jim Jones and Marcetine Jones a Ledwood Valley, Calgornia, hereinafter referred to as donees, in august,

From that time until the present I have periodically made irrevocation each gifte out or my pasoned Lundot Jim John and Marceline Dones. There gifts were made but of love and affection for ceach of them and in the deep knowledge and belief that such gitti would and will be rused as they see Lit for · humanitarian Good

no tax deductions were Claimed by me of any of there. gitte, and no restrictions were put on the use of these Lundo by said donces.

The total amount of these gists by me to said done has defeeded twenty thousand dollars (\$30,000,00). These gitts were spread out so that during eno calendar year did the amount of such gift elsed \$3,000 per

I declare uncles penalty o surjury that the foregoing is there. Witness: Carolit. Stable dason a carrier

Declaration and acknowlegement of Gifts

I, the undersigned, hereinafter referred to as donor, frist met sim gones and Marceline Jones of Redwood Valley, California, herewritter referred to as dones, in July 1959 From that time until the present I have periodically made irrevocable cash gifts out of my personal funds to Jim Jones and Marceline Jones. These gifts were made out of love and affection for each of them and in the deep knowledge and belief that ouch gifts would and will be used as they Des fit for humanitarian good

No tay deductions were claimed by me of any of these gifts, corrigional south to try even contraction for bus

by said dones

The total amount of these gifts by me to said donces has exceeded twenty thousand dollars (\$20,000.00). These gifts were spreadout so that during no calendar year did the amount of such gifts exceed \$3,000 per done.

I deslare under penalty of perjury that the foregoing

is true and correct.

Stephen Maddison Witness: Carol a. Stahl

A-35-a-28

. Declaration and acknowledgment of gilts

We, the undersegned, are husband and wife and are referred to herein as denies. We first met Jem Jones and Marceline Jones it. Bedwood Valley, California, hircinafter referred to as doners, in January, 1970.

Show that time until the present we have periodically made irrevocable each gifts out of our community property funds to Jem Jones and marceline Jones. These gifts were moste out of love and affection for each of them and in the days knowledge and belief that such gifts would and will be used as they see fet for humanitarian good.

No tax diductions were claimed by us of any of these gifts, and no restrictions were put on the use of these funds by said doness.

The tetal amount of these gifts by we to said dences has exceeded twenty thousand dellars (\$20,000). These gifts were spread out so that during no calendar year did the amount of such gifts exceed \$3,000 per done from either one of us.

Declare under spenalty of sperjury that the foregoing is true and correct.

Bonnie Beck J Leonge Londo Beck J

Witness: Carol a. Stahl

Declaration and Acknowledgment of telets

I, the undersigned, hereinafier. referred to as donor, first met Jim Jones and Marcelline Johns of Redwood ideley, Ordigarnice, hereinafter referred to as donees, in February 1971.

From that time until the present is have periodically made invoveable case gifts out of my personal funds to Jim Jones and Marcelline Jones these gifts were made out of love and affection for each of them and in the deep knowledge and belief that such gifts would and will be used so they see fix for humanitarian good.

No tax deductions were claimed by me of any of these gifts, and no restrictions, were put on the use of these funds by said dones.

The total amount of these gifts by me to paid done has exceeded twenty thousand dollars (\$30,000.00). These gifts were spriad out so that during no calendar year did the amount of such gifts exceed \$3,000 per done.

I declare under penalty of perjury that the foregoing is true and correct.

June B. Crym

Witness: Carol a. Stabl

A-35-a-30

first met Gen Come and Marceling Grason Mountains

Liable Chipornal hereinafter referred to as living their from that time until the first of pour placetions

Them that time until the first of pour placetions

Minister and the comb or the cut of and the processions

From that time until the first of how pleasing main crecovable cost gifts out of my Decreat fund, a Com Comes and Marceline forces. This afts were intake out of love and affection for each of them and in the displacement and belief that such gifts would and will be used and tiely see it for huma retaining out

No tax deductions were commed by me of any of the

by said direces

The total amount of these getts by me to Said in recommendation (\$20,000.00), There after with spread out so that away recall make a calendar in an authority such gefts elected \$3,000, 21.

Whethere winder simility of segues that the vorgine.

Lavia P. Golinan

Witness: Carol a. Stabl

DECLARATION AND ACKNOWLEDGMENT OF GIFTS

I, the undersigned hereinafter referred to as donor, first met Jun Jones and Marceline Jones of Redwood Valley, California, hereinafter referred to as doneer, in January, 1971.

From that time until the present I have periodically made irruscable cosh gifts out of my periodically made irruscable cosh gifts out of my periodical finds to Jim Jones and Marceline Jones. These gifts were made out of love and affection for each of them and in the deep knowledge and belief that such gifts would and will be used as they see fit for humanitarian good.

No tax deductions were claimed by me of any of these gifts, and no restrictions were put on the use of these funds by said doness.

The total amount of those gifts by me to said donees has exceeded twenty thousand dollars (# 20,000.00). These gifts were spread out so that during no calendar year did the amount of such gifts exceed \$3,000 per donee.

I declare under penalty of peryony that the foregoing is true and correct.

[Ponor]
Witness: Caral Q. Stable.

Declaration and acknowledgment of gifts

I, the under signed, heremafter referred to as donor, first met Jim Janes and Marceline Jones of Reduced Valley, Colifornia, herein after referred to as dones, in July, 1969.

From that time until the present I have periodically made virevocable cash gifts out of my personal funds to. Jim Jones and Marceline Jones. These gifts were made out of love and affection for each of them and in the deep know ledge and behef that such gifts would and will be used as they see fit for humanitarian good.

No tox deductions were claimed by me of any of these gifts, and no restrictions were put on the has of

there founds by said doneed.

The total amount of these gifts by me to said doneed has exceeded twenty thousand dollars (\$20,000.00). These gifts were plead out so that during no quarter calendar year hid the enument of such gifts exceed \$5,000

I decline under penalty of perjury that the foregoing is true and correct.

James R Randolph

Witness: Carol a. Stahl

per lovel.

Gelevation and acknowledgement of Lifts

We, the undersigned, the husband and wife and are referred to herein as doners. We first met Jim Jones and marceline Jones of Reduced valley California herin-after referred to as donees, in may, 1954

Thom that lime until the present we have periodically made irrevocable lash gifts out of our Community property funds to Jim Jones and merceline Jones. These gifts were made out of love and affection for lack of them and in the deep knowledge and belief that such gifts would and will be used as they see fit for humanitarian good.

no tax deductions were claimed by us of any of these gifts, and no restrictions were put on the use of these

funds by said dones.

The total amount of these gifts by us to said donces has exceeded twenty thousand dollars (20.000 ac).

There gifts were spread out so that during no Calendar year did the amount of such gifts exceed three thousand dollars (#30000) per dones from either one of us.

I declare under penalty of perjury that the foregoing is true and lovect.

Rasabell Janes archie J. James

Witness: Carol a. Stakl

We the undersigned Ausband and wife and are reflered to as donors. We first met Jum Jones and marrie Jones General referred to as donns in agil 1961 From that time until present we have periodoeally made cash gifts out of community Sweets funds fin Jones & Marie-line Jones. Hese sifts were made In which a them and in deep therief that gifts would and will be used as they see fil for humanitaritar no Jax Deducation are claimed by us of any of the gifts and no. restrictions were get on the new of these funds by said donois. by us to sail downs has exceeded thety thousand (20,000) These gifts Whe spread ont so that dur no calanda your did the amount done from ether of us. of periging that the forgoing is true and coners Patty Cartnell

-walter Cartrell A-35-a-35

We, the linea wighted, are newtone. and wife are refraid to fillin to donoris. We first mit fin forces and Moradine Jones Twien after referred to as deries, in May U:1968 From that time until the prient we have parodically made threwcalls each gift out of our community property funds & Jim Jones and Marciline Ines These after with made out of law. and offection for each of there and is the deep perowlings And be buf that such gifts would and will be used as they see fit for keenanitarian To tax deductions were claimed Loy che of any of these gift, and me restrictions were plut on the wie of these funds by said denies. The total amount of these gette by with aid dones has exceeded twenty thrusand dellars (\$20,000.00. These gifts were spread out so that during no Paindar fair did the amount of such gifts street 3,000 per dence from eiterer me que. perjury that the faliguing true land correct,

> Jammie (A-35-a-36

Declaration and acknowled ment of Sitts

We, the sudersigned, are husband and wife and are referred & feein as donors. The first met Carolyn M. Layton of affich Polymin here in ofter referred to as donce, in January 1965-From that line untill the present we hork Berisdically prode irrevocable cash gifty out of our community property funds to Carolyoth fayton for Sur and in the deep Kurwledge and belief that Such gifts, would and will be used as she see fit for humanitarian good No try deductions were claimed by us of any of there gifts, and no restrictions were put on the use of thee funds by paid done The total amount of these gifts by want mid donce has exceeded Swelne Thousand time bundred dellars (\$12,500 00) There gifts were spread out so that during no alender year did the amount of the gifts exceed 3,000 & said done from extres - declare under Genathy of Jargung that to loogaing is true and correct -

Weden Swinney

Witness: Ceral a, stake

A-35-a-37

Coloration and achinocholgnest of Geft-We the undersigned, are husband builtings. and a in referred to harein as donors. We first net Caroly. I Layton of Wheat California, hiremafter referred to a donce, in June 1969. From that time finted the foresent live have periodically made irrievocable Carl Gift out of our Community property funds to Carolyn In Layton, These Giftilian made gut of love and affection for her and in the deep knowledge and belief that such gifts ware land will be used as she sees fit for humanition. no tax deductions were Claimed by us of Eng of these Oufts, and no restrictions were put on the line of these lunda by said donce. The total amount of these gifts by in to said direct has exceeded twelve thousand five hundreds cholles ? (\$12, 600.00). These gifts were spread out sor that during no Calendar year did the amount of such gette ex-Ceed \$ 3.000.00 to said done from either one of an I declare under penalty of perfusy that the foregoing is true and Correct

> James RPayl. Eva H. Dugh

Witness: Carala. Stable