



Department of the Treasury
Internal Revenue Service
Cincinnati, OH 45999-0100

Notice	CP125
Tax period	December 31, 2017
Notice date	January 28, 2019
Employer ID number	NN-NNNNNNNN
To contact us	xxx-xxx-xxxx

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BUSINESS NAME
ADDRESS
CITY, STATE ZIP

We changed your Form 730 for the period ended December 31, 2017

Amount due: \$.00

We believe there is a miscalculation on your Form 730 for the period ended December 31, 2017, which affects the following area of your return:

- tax computation

We made changes to your return that corrects this error. As a result, you don't owe us any money, nor are you due a refund.

Summary

Payments you made	\$9,999.00
Tax you owed	9,787.00
Failure-to-pay penalty	1.00
Failure-to-file penalty	210.00
Interest charges	1.00
Amount due	\$.00

What you need to do

Review this notice and compare our changes to the information on your tax return.

If you agree with the changes we made

- You don't need to respond to this notice. We reduced your account balance to zero because the amount owed was so small. Please don't send a payment.

Continued on back...



BUSINESS NAME
ADDRESS
CITY, STATE ZIP

Notice	CP125
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Employer ID number	NN-NNNNNNNN

Contact information

If your address has changed, please call xxx-xxx-xxxx or visit www.irs.gov.

Please check here if you included any correspondence. Write your employer ID number (NN-NNNNNNNN), the tax period (December 31, 2017), and the form number (730) on any correspondence.

Primary phone a.m. p.m. Best time to call
Secondary phone a.m. p.m. Best time to call

INTERNAL REVENUE SERVICE
CINCINNATI, OH 45999-0100

What you need to do - continued

If you don't agree with the changes

- Call xxx-xxx-xxxx and have your account information available to review with us.
- You can also contact us by mailing the completed contact stub with any correspondence or documentation.
- If you contact us in writing within 60 days of the date of this notice, we'll reverse the change we made to your account. You don't need to provide an explanation or additional documents when you request the reversal, but we'll consider any information you provide us. However, if you don't provide us additional information that justifies the reversal and we believe the reversal is in error, we may forward your case for audit. After we forward your case, the audit staff will contact you within 5 to 6 weeks to fully explain the audit process and your rights, and you may need to provide an explanation or additional documents. After the audit, you'll have formal appeal rights, including the right to appeal our decision to the United States Tax Court.
- If you don't contact us within 60 days, the change will not be reversed. However, you may file a claim for refund to dispute the change. Generally, you must submit the claim within 3 years of the date you filed the tax return, or within 2 years of the date of your last payment for this tax, whichever is later.
- We'll assume you agree with the information in this notice if we don't hear from you.

Changes to your tax return

Information was changed because of the following:

- We found the computation of tax was not correct.

Tax calculations

Description	IRS calculations
Total taxes	\$9,999.00

Credits and payments

Description	IRS calculations
Payments	9,990.00
Other credits	9.00
Total payments and credits	\$9,999.00

Payments credited to your account

The total amount of your payments, including credits, shown below, were applied to any change in taxes owed. Please call xxx-xxx-xxxx if any information is incorrect or missing.

Date received	Payment description	Amount
1/19/18	Other	\$9,990.00
2/19/18	Credit	9.00
Total		\$9,999.00

Penalties

We are required by law to charge any applicable penalties.

Failure to pay

Date due	Date received	Days late	Payment method	Penalty rate	Unpaid amount	Penalty amount
11/15/2017	Not received	--	--	.05%	\$659.61	\$.50
12/15/2017	Not received	--	--	.05%	507.33	.40
1/15/2017	Not received	--	--	.05%	54.88	.10
Total failure-to-pay						\$1.00

We assess a 1/2% monthly penalty for not paying the tax you owe by the due date. We base the monthly penalty for paying late on the net unpaid tax at the beginning of each penalty month following the payment due date for that tax. This penalty applies even if you filed the return on time.

We charge the penalty for each month or part of a month the payment is late; however, the penalty can't be more than 25% in total.

- The due date for payment of **the** tax required to be shown on a return generally is the return due date, without regard to extensions.
- The due date for paying increases in tax is within 21 days of the date of our notice demanding payment (10 business days if the amount in the notice is \$100,000 or more).

If we issue a Notice of Intent to Levy and you don't pay the balance due within 10 days of the date of the notice, the penalty for paying late increases to 1% per month.

For sole proprietors who filed on time, the penalty decreases to 1/4% per month while an approved installment agreement with the IRS is in effect for payment of that tax. (Internal Revenue Code Section 6651)

Failure-to-file

Date received	Months Late	Unpaid amount	Penalty rate	Amount
04-30-2018	1	4.00	05%	210.00
Total failure-to-file				210.00

We assess a 5% monthly penalty for filing your return late for each month or part of a month the return is late, for up to 5 months.

When a penalty for paying late applies for the same month, the amount of the penalty for filing late for that month is reduced by the amount of the penalty for paying late for that month. The penalty for paying late is 1/2% for each month or part of a month.

We base the monthly penalty for filing late on the tax required to be shown on the return that you didn't pay by the original return due date, without regard to extensions. We base the monthly penalty for paying late on the net unpaid tax at the beginning of each penalty month following the payment due date for that tax. (Internal Revenue Code Section 6651)

Removal or reduction of penalties

We understand that circumstances—such as a serious illness or injury, a family member's death, or loss of financial records due to natural disaster—may make it difficult for you to meet your taxpayer responsibility in a timely manner.

We can generally process your request for penalty removal or reduction quicker if you contact us at the number listed above with the following information:

- Identify which penalty charges you would like us to reconsider (e.g., 2016 late filing penalty).
- For each penalty charge, explain why you believe it should be reconsidered.

If you write us, include a signed statement and supporting documentation for penalty abatement request.

We'll review your request and let you know whether we accept your explanation as reasonable cause to reduce or remove the penalty charge(s).

Removal of penalties due to erroneous written advice from the IRS

If you were penalized based on written advice from the IRS, we will remove the penalty if you meet the following criteria:

- You wrote us asking for written advice on a specific issue
- You gave us adequate and accurate information
- You received written advice from us
- You reasonably relied on our written advice and were penalized based on that advice

To request removal of penalties based on erroneous written advice from us, submit a completed Claim for Refund and Request for Abatement (Form 843) to the address shown above. For a copy of the form, go to www.irs.gov or call 800-TAX-FORM (800-829-3676).

Interest charges

Description	Amount
Total interest	\$1.00

We are required by law to charge interest when you do not pay your liability on time. Generally, we calculate interest from the due date of your return (regardless of extensions) until you pay the amount you owe in full, including accrued interest and any penalty charges. Interest on some penalties accrues from the date we notify you of the penalty until it is paid in full. Interest on other penalties, such as failure to file a tax return, starts from the due date or extended due date of the return. Interest rates are variable and may change quarterly. (Internal Revenue Code section 6601)

The table below shows the rates used to calculate the interest on your unpaid amount due. For a detailed calculation of your interest, call xxx-xxx-xxxx.

Period	Interest rate
October 1, 2011 through March 31, 2016	3%
Beginning April 1, 2016	4%

Additional interest charges

If the amount you owe is \$100,000 or more, please make sure that we receive your payment within 10 work days from the date of this notice. If the amount is less than \$100,000, please make sure that we receive your payment within 21 calendar days from the date of this notice. If we don't receive full payment within these time frames, the law requires us to charge interest until you pay the full amount you owe.

Additional information

- Visit www.irs.gov/cp125.
- For tax forms, instructions, and publications, visit www.irs.gov or call 800-TAX-FORM (800-829-3676).
- Keep this notice for your records.

If you need assistance, please don't hesitate to contact us.