

**DEPARTMENT OF THE TREASURY
ALCOHOL AND TOBACCO TAX AND TRADE BUREAU
ABSTRACT AND STATEMENT**

NOT IN SUIT

For briefing offers in compromise of liabilities and/or violations incurred under Chapters 32,51,52,53,68, and/or 78 of the Internal Revenue Code, and/or liabilities and/or violations incurred under the Federal Alcohol Administration Act.

1. OFFER SUBMITTED BY (Name and address)

Lucas & Lewellen Vineyards, Inc.
1645 Copenhagen Drive
Solvang, CA 93463

OFFER IN COMPROMISE

2. ORIGINATING OFFICE

TID

3. AMOUNT OF OFFER

\$7,000.00

**4. PERMIT, LICENSE, OR
REGISTRY NO. (if applicable)**

[REDACTED]

5. SYSTEM CONTROL NUMBER(S)

n/a

6. DOLLAR AMOUNT OF LIABILITY BEING COMPROMISED (if applicable)

\$ n/a

7. TAXPAYER IDENTIFICATION NUMBER

[REDACTED]

8. CHARGE

VIOLATIONS:

The proponent allegedly failed to file federal excise tax returns and failed to pay federal excise tax in violation of 26 U.S.C. 5041 and 5061 and 27 C.F.R. 24.271; failed to timely file monthly reports of wine premise operations in violation of 26 U.S.C. 5367 and 27 C.F.R. 24.120; failed to file an amended application after a change in premises in violation of 26 U.S.C. 5367 and 27 C.F.R. 24.300(g); shipped wine in interstate commerce with incorrect tolerance and alcohol content information in violation of 27 U.S.C. 205(e) and 27 C.F.R. 4.36(b)(1) and 4.36(c); and failed to maintain records of receipt of wine making materials used in violation of 26 U.S.C. 5367 and 27 C.F.R. 24.315.

BUSINESS IN WHICH ENGAGED:

The proponent is a duly qualified bonded winery.

DATE OR PERIOD AND LOCATION OF VIOLATIONS:

On or about and between April 29, 2006 and September 1, 2008 at the proponent's premises at 132 Easy Street, Units B, C-2 and C-3, Buellton, CA 93427.

AMOUNT AND TERMS OF OFFER:

The proponent has submitted an offer of \$7,000.00 in compromise of the above violations incurred under the Federal Alcohol Administration Act and Internal Revenue Code.

RECOMMENDATION:

The Director, National Revenue Center recommends acceptance of the offer. In view of potential litigation hazards, acceptance of this Offer in Compromise, as submitted, is warranted.

9. I have considered the proposition to compromise the liability as charged herein, and, for the reasons embodied in the above abstract and statement, am of the opinion that it will be for the best interest of the United States to ACCEPT REJECT the terms proposed.

10. SIGNATURE AND TITLE

[REDACTED] Deputy Assistant Administrator
Field Operations

11. DATE

June 1, 2009