

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

NOT IN SUIT

For offering offers in compromise of liabilities and/or violations incurred under sections 4181 and 4182 and Chapters 51 and 52 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) Toa Hollow Vineyards, Inc. P.O. Box 876 Healdsburg, California 95448	OFFER IN COMPROMISE	
	2. ORIGINATING OFFICE NRC	3. AMOUNT OF OFFER \$12,500.00
	4. PERMIT, LICENSE, OR REGISTRY NO. (if applicable) [REDACTED]	
	5. CASE NUMBER	
	6. DOLLAR AMOUNT OF LIABILITY BEING COMPROMISED (if applicable) \$ 287,495.43	
	7. TAXPAYER IDENTIFICATION NUMBER [REDACTED]	

8. CHARGE

VIOLATIONS:
 The proponent allegedly (1) failed to hold a valid basic permit due to an unreported change in legal control in violation of 27 U.S.C. 204(g)(2), and 27 C.F.R. 1.42 and 1.44; (2) claimed the small domestic producer credit on wines it produced unlawfully by virtue of a terminated basic permit for tax years 2009-2011 in violation of 26 U.S.C. 5041(c)(1) and 27 C.F.R. 24.278(a); and 3) failed to update the TTB F 5120.25, Application to Establish and Operate Wine Premises, after a change in officers and shareholders in violation of 27 C.F.R. 24.123 and 24.124.

BUSINESS IN WHICH ENGAGED:
 The proponent is a duly qualified bonded winery.

DATE OR PERIOD AND LOCATION OF VIOLATIONS:
 The alleged violations occurred from July 16, 2009 to July 31, 2011 at the proponent's premises located at 11455 Old Redwood Highway, Healdsburg, California 95448.

AMOUNT AND TERMS OF OFFER:
 The proponent has submitted an offer of \$12,500.00 in compromise of the above alleged violations incurred under the Internal Revenue Code.

RECOMMENDATIONS:
 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 Asst. Administrator Field Operations	11. DATE June 6, 2014
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