



CPA GROUP OF LARAMIE, LLC
 DUNNUCK · HAMILTON · ROESLER · BROOK
 CERTIFIED PUBLIC ACCOUNTANTS

Office Use:

Client Code

This letter confirms the arrangements for our accounting services. Please read this letter carefully because it is important to CPA Group of Laramie, LLC (the Firm) and to you that you understand what you can and cannot expect from our work. If you have any questions about this letter or believe we have misunderstood what you need, please call us to discuss before you sign it.

The Internal Revenue Service imposes penalties on taxpayers and on return preparers for failure to observe due care in reporting for income tax returns. In order to ensure an understanding of our mutual responsibilities, we want to confirm the following arrangements:

We will prepare your 2019 federal income tax return, requested state income tax returns and 2020 estimated tax payments from information you furnish to us. It is your responsibility to consult with us regarding taxable activity and the possibility of state filing requirements. If you have state income tax filing requirements but do not file a return, there could be possible adverse ramifications such as an unlimited statute of limitations, penalties, etc. You are responsible for notifying us if you have been denied the Earned Income Tax Credit for any previous tax year. We will not audit or otherwise verify the data you submit, although we may ask you to clarify some of it. We may furnish you with tax organizers and questionnaires to help you gather and organize the necessary information for us in order to keep our fees to a minimum.

You represent that the information you are supplying is accurate and complete to the best of your knowledge. You agree that you have reported all 2019 income you received including barter, crypto-currency, consumer-to-consumer activity, cash-based revenues and all other income whether received in-person, in-kind or electronically. It is your responsibility to maintain in your records the documentation necessary to support the data used in preparing your tax returns including, but not limited to, auto, travel, entertainment and related expenses, as well as, the required documents to support charitable contributions. If you have any questions as to the type of records required, please ask us for advice in that regard. It is also your responsibility to carefully examine and approve your completed tax returns before signing and filing. We are not responsible for the disallowance of doubtful deductions or inadequately supported documentation, nor for resulting taxes, penalties and interest.

We must receive your information by March 15 in order to complete your return in a timely manner. Information received after that date may cause your return to be extended and completed after the April 15 due date. If an extension of time to file is required, any tax due with this return must be paid with the extension. Any amounts not paid by the filing deadline may be subject to penalties and interest.

We will use our professional judgement in preparing your returns. Whenever we are aware that a possible applicable tax law is unclear or that there are conflicting interpretations of the law by authorities (e.g. tax agencies and courts), we will explain the possible positions that may be taken on your return. We will adopt whatever position you request on your return, as long as it is consistent with the codes, regulations and interpretations that have been promulgated. If the Internal Revenue Service should later contest the position taken, there may be an assessment of additional tax plus interest and penalties. We assume no liability for any such additional assessments. Any items resolved against you by the examining agent are subject to certain rights of appeal. In the event of an examination, we will be available to represent you. Our fees to prepare your return do not include responding to inquiries or examination by taxing authorities. However, we are available to represent you and our fees for such services are at our standard rates and would be covered under a separate engagement letter. When a self-employed taxpayer reduces taxable income, there is also a reduction in earned income reported to the Social Security Administration, which could reduce current and future benefits for the taxpayer and his or her dependents. If you

choose to reduce your taxable income, you acknowledge and agree to the potential negative effects on future social security benefits for you, your spouse and any dependents.

It is customary for a married couple and/or business partners to have the same accountant represent both of them in their financial affairs. If you have differences of opinion as to the proper course of action, we will point out the pros and cons of the alternatives, but we cannot advocate for either of your positions. Rules of professional conduct require that we do not withhold any information obtained from one of you from the other. Lastly, if a dispute arises between you so that we cannot perform the work we have undertaken to perform, it will be necessary for us to withdraw as your joint accountant and to advise one or both of you to obtain independent advice.

You are responsible for informing us of what, if any, health insurance you had during the year. You are also responsible for notifying us of any advance premium tax credit you received during the year. We will rely, without independent verification, on the information that you have provided determine your eligibility for credits, application of penalties and reconciliation of any advance credit payments where applicable.

New privacy laws were established by the IRS effective January 1, 2009 which prohibits us from providing confidential information or copies to anyone other than you without your specific, written authorization. If we are asked to disclose any privileged communication, unless we are required to disclose the communication by law, we will not provide such disclosure until you have had an opportunity to argue that the communication is privileged. You agree to pay any and all reasonable expenses that we incur, including legal fees, that are a result of attempts to protect any communication as privileged. In addition, your confidentiality privilege can be inadvertently waived if you discuss the contents of any privileged communication with a third party, such as a lending institution, friend or a business associate. We recommend that you contact us before releasing information to a third party. Our Firm may utilize electronic communication (i.e., fax, email, and portal) during this engagement. You consent to our Firm's use of electronic communications including our client portal and recognize and accept that we have no control over the unauthorized interception of these communications once they have been sent.

It is our policy to keep records related to this engagement for three years after which they are destroyed. However, we do not keep any original client records. Rather, it is our policy to return those to you at the completion of the services rendered under this engagement. **Please note that we are not responsible for keeping electronic data including QuickBooks files for any length of time past the agreed upon engagement.** You should establish and maintain backup procedures for your business and personal records. When records are returned to you, it is your responsibility to retain and protect your records and a copy of the tax return for possible future use, including potential examination by any government or regulatory agency. We recommend that you keep all records and supporting documentation along with copies of federal and state tax returns for at least seven years.

From time to time during our relationship, you may seek our advice with regard to potential investments. We are not investment advisors. Accordingly, we suggest that you seek the advice of qualified investment advisors appropriate to each investment being considered. Unless otherwise specifically agreed to in a separate engagement letter signed by both parties, we will not advise you regarding the economic viability or consequences of an investment or whether you should or should not make a particular investment.

Once our engagement to prepare your income tax return is completed, you may from time to time also request that we perform additional services such as answering your inquiries on specific tax matters and/or to consult with you on income tax planning. These additional services will be covered as a separate engagement with the applicable fees at our standard rates.

Fees for our services will be at our standard rates for tax work which vary according to the degree of responsibility involved and experience level of personnel assigned to your engagement. We reserve the right to increase or decrease our fees based on the level of the services rendered. Our services will conclude upon delivery of the completed tax returns discussed above or upon our resignation from the engagement. Invoices are due and payable on presentation, unless prior arrangements have been made. Past due balances are subject to rebilling and finance

charges. You further acknowledge and agree that in the event we stop work or withdraw from this or any other engagement as a result of your failure to pay on a timely basis for services rendered, we shall not be liable to you for any damages that may occur as a result of our ceasing to render services.

Newly formed IRS Code section 199A may be applicable to your tax filings for 2019. We will provide guidance, as best as we can, based on our interpretation of this code section. Many unanswered questions have arisen in the tax profession and the IRS, in many cases, has yet to provide authoritative guidance. Further, the planning possibilities embedded in this code section may provide unintended results in other facets of tax planning such as pension, FICA tax, reasonable and unreasonable compensation, entity selection, etc.... By executing this engagement letter, you are asserting that you are aware of the difficulties in tax planning created by this newly formed code section and waive any liability against our Firm for either failing to contact us prior to December 31, 2019 and/or subsequent authoritative guidance by the tax courts, IRS and other agencies that may affect tax planning and preparation for 2019.

In recognition of the relative risks and benefits of this agreement to both you and CPA Group of Laramie, LLC (the Firm), you and the Firm have discussed and have agreed on the fair allocation of risk. As such, you agree, to the fullest extent permitted by law, to limit the liability of the Firm for any and all claims, losses, costs and damages of any nature whatsoever, so that the total aggregate liability of the Firm to you shall not exceed the Firm's total fee for services rendered under this agreement. You and the Firm intend and agree that this limitation applies to any and all liability or cause of action against the Firm, however alleged or arising, unless otherwise prohibited by law. Both parties agree that there is a one-year limitation period to bring claim against the Firm for errors or omissions. The one-year period will begin upon the date of the tax professional's signature on the tax returns covered by this engagement letter.

We appreciate the opportunity to serve you. Please sign, date and return to us this letter to acknowledge your agreement with and acceptance of your responsibilities and the terms of this engagement. **It is our policy to initiate services after we receive this executed engagement letter.**

Sincerely,

CPA Group of Laramie, LLC

I have read and agree to the above terms of this engagement letter:

Taxpayer: _____ **Spouse:** _____

Date: _____ Date: _____

Printed Name: _____ Printed Name: _____

FOREIGN FINANCIAL ACCOUNT REPORTING

(Addendum to Engagement Letter)

Note that any person or entity subject to the jurisdiction of the United States (includes individuals, corporations, partnerships, trusts and estates) having a financial interest in, or signature or other authority over bank accounts, securities or other financial accounts having an aggregate value exceeding \$10,000 in a foreign country, shall report such a relationship. Although there are some limited exceptions, filing requirements also apply to taxpayers that have direct or indirect control over a foreign or domestic entity with foreign financial accounts, even if the taxpayer does not have a foreign account(s). For example, a corporate-owned foreign account would require filings by the corporation and by the individual corporate officers with signature authority. Failure to disclose the required information to the U.S. Department of the Treasury may result in substantial civil and/or criminal penalties. ***If you do not provide our firm with information regarding any interest you may have in a foreign account, we will not be able to prepare any of the required Income Tax related forms, and penalties may be due, for which we have no responsibility. In the absence of such information being provided, we will presume you do not have any foreign assets or financial interests and will not file any applicable disclosure forms without separate written authorization.***

If you and/or your entity have a financial interest in any foreign accounts, you are also responsible for filing Form FinCen 114 required by the U.S. Department of the Treasury on or before April 15 of each tax year. U.S. citizens are required to report worldwide income on their U.S. tax return.

In addition, currently the Internal Revenue Service, under IRC §6038 and §6046, requires information reporting if you are an officer, director or shareholder with respect to certain foreign corporations (Form 5471); foreign-owned U.S. corporation or foreign corporation engaged in a U.S. trade or business (Form 5472); U.S. transferor of property to a foreign corporation (Form 926); and, for taxable years beginning after March 18, 2010, if you hold foreign financial assets with an aggregate value exceeding \$50,000 (Form 8938). These code sections describe the information required to be reported on the respective forms, which are due when your income tax return is due, including extensions. Therefore, if you fall into one of the above categories **you** may be required to file one of the above listed forms. Failure to timely file may result in substantial monetary penalties. By your signature on the engagement letter you accept responsibility for informing us if you believe that you fall into one of the above categories and you agree to provide us with the information necessary to prepare the appropriate form(s). We assume no liability for penalties associated with the failure to file or untimely filing of any of these forms.

Annual Privacy Disclosure Statement

Under the Gramm-Leach-Bliley Act of 1999, financial institutions must provide their customers with a “clear and conspicuous” notice about their privacy policies and practices, the conditions under which they disclose nonpublic personal information about consumers to nonaffiliated third parties, and how consumers can prevent the disclosure of their information. You already may have received such notices from the banks and brokerage firms with which you do business. Following the passage of this legislation, the Federal Trade Commission (FTC) issued detailed rules on these privacy notices including to whom they should apply. In those rules, the FTC defined “financial institutions” to include all those who provide “financial or investment advisory services.” In turn, the FTC rules chose to broadly interpret “financial or investment advisory activities” to cover “tax planning and tax preparation.”

In compliance with the FTC rules, printed below is our firm’s current Privacy Disclosure Statement. Be assured that our firm has always considered our professional relationship with you to be one requiring the utmost trust and confidence.

Types of Information We Collect

We collect certain personal information about you – but only when that information is provided by you or is obtained by us with your authorization. We use that information to prepare your income tax returns and may also use it to provide various tax and financial planning services to you at your request.

Examples of sources from which we collect information include:

- Interviews and phone calls with you
- Letters or e-mails from you
- Tax return organizers
- Other documents we use in preparing your tax return
- Information about your transactions with us or others

Parties to Whom We Disclose Information

As a general rule, we do not disclose personal information about our clients or former clients to anyone. However, to the extent permitted by law and any applicable state Code of Professional Conduct, certain nonpublic information about you may be disclosed in the following situations:

- To comply with a validly issued and enforceable subpoena or summons
- In the course of a review of our firm’s practices under the authorization of a state or national licensing board, or as necessary to properly respond to an inquiry or complaint from such a licensing board or organization
- In conjunction with a prospective purchase, sale or merger of all or part of our practice, provided that we take appropriate precautions (for example, through a written confidentiality agreement) so the prospective purchaser or merger partner does not disclose information obtained in the course of the review
- As a part of any actual or threatened legal proceedings or alternative dispute resolution proceedings either initiated by or against us provided we disclose only the information necessary to file, pursue, or defend against the lawsuit and take reasonable precautions to ensure that the information disclosed does not become a matter of public record
- To provide information to affiliates of the firm and nonaffiliated third parties who perform services or functions for us in conjunction with our services to you, but only if we have a contractual agreement with the other party which prohibits them from disclosing or using the information other than for the purposes for which it was disclosed (an example of such a disclosure would include engaging a records-retention agency to store prior year records).

Confidentiality and Security of Nonpublic Personal Information

Except as otherwise described in this notice, we restrict access to nonpublic personal information about you to employees of our firm and other parties who must use that information to provide services to you. Their right to further disclose and use the information is limited by the policies of our firm, applicable law, our Code of Professional Conduct and nondisclosure agreements where appropriate. We also maintain physical, electronic and procedural safeguards in compliance with applicable laws and regulations to guard your personal information from unauthorized access.

In the interest of facilitating our services to you, we may communicate by e-mail. Such communications may include information that is confidential to you or your company. While we will use our best efforts to keep such communications secure in accordance with our obligations under applicable laws and professional standards, you recognize and accept that we have no control over the unauthorized interception of these communications once they have been sent and that you consent to our use of these electronic devices during our engagements.

If you have any concerns about the disclosure of your personal information to third parties or wish to stop any disclosure that has been noted above, please contact us.