

JAMES STANTON

WISE COUNTY ATTORNEY

June 20, 2014

Shirley Kaatz
Texas Comptroller of Public Accounts
Revenue Accounting Division
Tax Allocation Section
P.O. Box 13528
Austin, TX 78711

Re: Repayment Agreement for Return of Overpaid Sales and Use Taxes

On January 22, 2014 Wise County received notification of a refund request from the taxpayer Devon Energy for the amount of \$639,189.77. It is our understanding that additional claims from this taxpayer are pending and may result in additional exposure for Wise County. Pursuant to our negotiations, Wise County proposes the following terms of repayment:

Length of Payout: 15 years starting October 1, 2014.

Payment Amount: Initially based on 15 year payout of \$639,189.77, \$3551 per month, with first payment due October 1, 2014.

Method of Payment: Texas Comptroller will withdraw monthly payment from sales and use tax refund to Wise County.

Additional Amounts: As additional liabilities are received from the Comptroller, the Wise County Auditor will add those amounts to the remaining liability balance and amortize the total over the remaining term. The Wise County Auditor will notify the Comptroller of the new monthly amount to be withdrawn.

Additional Terms: No interest, prepayment penalty, or other fees will be assessed as part of this proposal. The County may, but is not obligated to, repay more than the monthly repayment amount shown above by sending a check for the additional amount to the Comptroller, clearly marked as "additional repayment for prior overpayment". All correspondence to the County in regard to amount owed, paid or remaining shall be addressed to the Wise County Auditor, P.O. Box 899, Decatur, Texas 76234.

Thank you very much for working with us on this matter.

Sincerely,


James M. Stanton

TEXAS COMPTROLLER *of* PUBLIC ACCOUNTS

P.O. Box 13528 • AUSTIN, TX 78711-3528



July 11, 2014

Ms. Ann McCuiston
Wise County Auditor
P.O. Box 899
Decatur, Texas 76234

Dear Ms. McCuiston,

This letter is to inform you that the County's request for a 15-year payout arrangement for the local sales taxes paid to Wise County in error has been reviewed and approved.

We will deduct an initial payment of \$3,560.77 beginning in October 2014, followed by 179 monthly payments of \$3,551.00 from November 2014 through September 2029. If any additional liabilities are discovered, we will notify you of those amounts. You can then add those amounts to the remaining liability balance and amortize the total over the remaining term and notify us of the new monthly amount to be deducted or send a check for the additional amount.

If you have any questions or if I can be of further assistance, please call me toll free at (800) 531-5441, ext. 5-0550 or at my regular number (512) 475-0550.

Sincerely,

A handwritten signature in cursive script that reads "Shirley Kaatz".

Shirley Kaatz
Revenue Accounting Division
Tax Allocation Section

Cc: James M. Stainton, Wise County Attorney