1300 I Street
P. O. Box 903447
Sacramento, CA 94203-4470
Telephone: (916) 445-2021 Ext 6
Fax: (916) 444-3651
E-Mail Address: Delinquency@doj.ca.gov

March 25, 2010

INQUIRING SYSTEMS, INC. 21885 BONNES RD SONOMA CA 95476

RE: <u>SECOND NOTICE</u>: WARNING OF ASSESSMENT OF PENALTIES AND LATE FEES, AND SUSPENSION OF REGISTERED STATUS

CT FILE NUMBER: 034547

On <u>November 30th, 2009</u> the Registry of Charitable Trusts sent a Warning of Impending Tax Assessment (copy enclosed) to the captioned organization. To date, no response has been received. Pursuant to that letter, the following required filings are delinquent:

- 1. Registration Renewal Fee (RRF-1) Report (s), together with required renewal fee, for fiscal year(s) ending: 06/30/03, 06/30/04, 06/30/05, 06/30/06, 06/30/07 & 06/30/08.
- 2. IRS Form 990, 990-PF, or 990-EZ report(s) for fiscal year(s) ending: **06/30/03**, **06/30/04**, **06/30/05**, **06/30/06**, **06/30/07**, **06/30/08** & **06/30/09**.

Failure to timely file required reports violates Government Code section 12586.

Unless the above-described report(s) are filed with the Registry of Charitable Trusts within thirty (30) days of the date of this letter, the following will occur:

- 1. The California Franchise Tax Board will be notified to disallow the tax exemption of the above-named entity. In addition, the above-named entity **will be billed \$800 plus interest** by Franchise Tax Board, which represents the minimum tax penalty. (See Revenue and Taxation Code section 23703).
- 2. Late fees will be imposed by the Registry of Charitable Trusts for each month or partial month for which the report(s) are delinquent. Directors, trustees, officers and return preparers responsible for failure to timely file these reports are **also personally liable** for payment of all late fees.

**PLEASE NOTE:** Charitable assets **cannot**be used to pay these avoidable costs. Accordingly, directors, trustees, officers and return preparers responsible for failure to timely file the above-described report(s) are **personally liable** for payment of all penalties, interest and other costs incurred to restore exempt status.

3. In accordance with the provisions of Government Code section 12598, subdivision (e), the Attorney General **will suspend the registration** of the above-named entity.

If you believe the above-described report(s) were timely filed, they were not received by the Registry and another copy must be filed within thirty (30) days of the date of this letter. In addition, if the address of the above-named entity differs from that shown above, the current address must be provided to the Registry prior to or at the time the past-due reports are filed.

In order to avoid the above-described actions, please send all delinquent reports to the address set forth above, within thirty (30) days of the date of this letter.

Thank you for your attention to this correspondence.

Sincerely,

Registry of Charitable Trusts

For EDMUND G. BROWN JR. Attorney General

Enclosure:

Detailed instructions and forms for filing can be found on our website at http://ag.ca.gov/charities.