Office of the Secretary 915 SW Harrison St. Topeka, KS 66612



Nick Jordan, Secretary Jeannine Koranda, P.I.O Department of Revenue

Sam Brownback, Governor

State closes Paleteria Chihuahua for not paying \$50,661 in state sales taxes

April 1, 2011

TOPEKA - Thursday morning, Kansas Department of Revenue agents and officers from the Johnson and Wyandotte county sheriff offices seized the business assets of Paleteria Chihuahua, which owed \$50,661 in state sales taxes.

Officers seized all known bank accounts, on-site cash, businesses inventory and personal property assets belonging to owner Ricardo Ferral. The businesses, at 115 S Clairborne Road, Olathe and 901 Kansas Ave., Kansas City Kan., were sealed closed and the assets will be sold at public auction to pay the taxes owed.

Warrant execution occurs when all other collection attempts, including multiple letters, telephone calls, letters of impending legal action, tax liens filed with the local District Court to secure the debt, previous bank levies and on-site till taps are executed to bring the taxpayer into compliance have been exhausted.

Only after several unsuccessful attempts does the department take the action of seizing assets, which in this instance resulted in the business being closed.

The Revenue Department's standard practice is to continually encourage delinquent taxpayers, who are not lawfully filing or paying taxes - such as sales or withholding - to voluntarily enter into a repayment agreement.

Tax Warrants Executed:

Sales Tax - 10ST492 – Wyandotte County - Dec. 2008 to March 2009, May 2009, July 2009, August 09, Oct. 2009 to Jan. 2010 - \$7,615.80

Sales Tax - 09ST0485 - Wyandotte County - Aug. 2008 to Nov. 2008 - \$7,571.61

Sales Tax - 11ST257 - Wyandotte County - Feb. 2010 to Aug. 2010 - \$10,143.14

Sales Tax - 10TW00973 – Johnson County – Dec. 2008 to March 2009, May 2009, July 2009, August 09, Oct. 2009 to Jan. 2010 - \$7,615.80

Sales Tax - 09TW00949 - Johnson County - Aug. 2008 to Nov. 2008 - \$7,571.61

Sales Tax - 11TW557 - Johnson County - Feb. 2010 to Aug. 2010 - \$10,143.14

Total amount owed: \$50,661.10