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May 25, 2010

Congressman Jason Chaffetz
3895 West 7800 South Suite 201
West Jordan, UT 84088

Dear Congressman Chaffetz:

I am writing to you regarding an issue that is currently before the IRS. More specifically, on April 2, 2010, funds that Kynetx, Inc. deposited with our former professional employer organization ("PEO"), Workforce Solutions, were levied by the IRS, ostensibly because of a tax debt that Workforce Solutions had with the IRS. Those funds, however, did not belong to Workforce Solutions and, therefore, really were not the IRS's to levy.

Instead, those funds were paid to Workforce Solutions to cover the Kynetx employees' health insurance premiums. Since Workforce Solutions had a self-funded, reinsured health benefits plan, it would bill Kynetx for my employees' health insurance premiums at the same time that it billed Kynetx for its PEO services. But, when the funds earmarked for the health premiums were deducted from Kynetx' bank account, they did not at any time belong to Workforce Solutions. Ever. Rather, at all times, the funds belonged to the Kynetx employees and their beneficiaries.

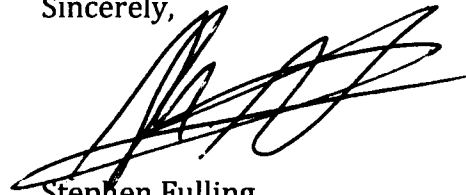
Now, however, because the Workforce Solutions bank account in which those premiums sat has been levied by the IRS, the Kynetx employees' health claims are not being paid. In fact, they're being returned because there are no funds in any account to pay the claims. As a result, it is not Workforce Solutions or its owners who are being affected by this IRS levy. Instead, it's the Kynetx employees, good hard-working taxpayers who thought that they had health insurance because they had paid for it.

So, the main purpose in my writing to you is to request your assistance in helping the IRS understand its error so that it will release the Workforce Solutions

account in which the Kynetx employees' health insurance premiums were placed. The Kynetx employees are being severely harmed at this point by those funds being levied. We've had numerous health claims submitted so far that have not been paid, and now the providers are starting to come after the Kynetx employees.

Thank you for your time. Please feel free to contact me at any time regarding this matter.

Sincerely,

A handwritten signature in black ink, appearing to read 'S. Fulling', written over a horizontal line.

Stephen Fulling
President & CEO
Kynetx, Inc.