



ATTORNEY GENERAL OF TEXAS

TAXATION DIVISION

**COMPTROLLER OF PUBLIC ACCOUNTS
CASE LIST AND SUMMARY OF ISSUES**

MAY 2009

Table of Contents

Table of Cases xiii

Franchise Tax

Anadarko E&P Co., L.P. vs Combs, et al.	1
Anadarko Petroleum Corporation v. Combs, et al.	1
Apache Corp. vs Compt., et al.	2
AROC (Texas), Inc. v. Combs, et al.	2
Brink's Home Security, Inc. v. Strayhorn, et al.	3
Central Telephone Company of Texas and United Telephone Company of Texas v. Rylander, et al.	3
Chevron Chemical Company, L.L.C., as Successor to Chevron Chemical Company v. Strayhorn, et al.	4
DaimlerChrysler Services North American, L.L.C.	4
Fairfield Industries, Inc. v. Strayhorn, et al.	5
Galland Henning Nopak, Inc. v. Strayhorn, et al.	5
Gulf Chemical & Metallurgical Corp. v. Compt., et al.	6
Gulf Chemical & Metallurgical Corporation v. Strayhorn, et al.	6
Kellwood Company, The v. Strayhorn, et al.	7
Millennium Inorganic Chemicals, Inc. v. Strayhorn, et al.	7
Owens Corning v. Strayhorn, et al.	8
Papa John's USA, Inc. v. Compt., et al.	8
Southwestern Bell Telephone Company v. Rylander, et al.	9
Texaco, Inc. v. Combs, et al.	10
TGS-NOPEC Geophysical Company v. Strayhorn, et al.	10
Tyson Foods, Inc. v. Strayhorn, et al.	11
Viacom International, Inc. v. Strayhorn, et al.	12
York International Corporation v. Strayhorn, et al.	12

Sales Tax

7-Eleven, Inc. v. Strayhorn, et al.	15
7-Eleven, Inc. v. Strayhorn, et al.	15
AccuTel of Texas, L.P. v. Rylander, et al.	16
Aetna Life Ins. Co. v. Compt., et al.	16
Air Liquide America, L.P. v. Compt., et al.	17
Alcatel Network Systems, Inc. v. Strayhorn, et al.	17
Alcatel Network Systems, Inc. v. Strayhorn, et al.	18

Allegiance Telecom of Texas, Inc. v. Strayhorn, et al.	18
Alumax Mill Products, Inc. v. Combs, et al.	19
Anh Thai Corp. v. Compt., et al.	19
Apache Corp. vs. Compt., et al.	20
Aramis Services, Inc. v. Rylander, et al.	20
Aramis Services, Inc. v. Sharp, et al.	21
Ardsey, Inc. dba Noche Caliente Nightclub v. Strayhorn, et al.	21
AT&T Corporation; Teleport Communications of Houston, Inc.; TCG of Dallas, Inc.; AT&T Network Procurement, L.P.; AT&T Communications of Texas, L.P.; and AT&T Communications of the Southwest, Inc. v. Strayhorn, et al.	22
Austin Engineering Co., Inc. v. Combs, et al.	23
Awad, Mike v. Strayhorn, et al.	23
BASF Corp. v. Compt., et al.	24
BBB Trading Co. v. State of Texas, et al.	24
Bell Bottom Foundation Company v. Rylander, et al.	25
Bell Helicopter Textron, Inc. v. Compt., et al.	25
Black Thirst, LLC v. Combs, et al.	26
Blue Cross and Blue Shield of Texas, Inc. v. Strayhorn, et al.	26
Blue Cross and Blue Shield of Texas, Inc. v. Strayhorn, et al.	27
Boeing North America, Inc. v. Rylander, et al.	27
Boeing North America, Inc. v. Strayhorn, et al.	28
BP America Inc. v. Compt., et al.	28
Broadwing Corporation v. Strayhorn, et al.	29
Burns, Kevin D. v. Strayhorn, et al.	29
C & T Stone Company v. Rylander, et al.	30
C.C. Carlton Industries, Ltd. v. Combs, et al.	30
CallSource, Inc. v. Compt., et al.	31
Capitol Aggregates, Ltd. v. Compt., et al.	31
Carlos Manrique De Lara, M.D., P.A., v. State of Texas	32
Cashiola, James v. Strayhorn, et al.	32
CEC Entertainment, Inc. v. Strayhorn, et al.	33
Cellular City Ltd. v. Strayhorn, et al.	33
Centreport Partners, L.P. v. Combs, et al.	34
Chapal Zenray, Inc. v. Rylander, et al.	34
Chevron USA Holdings, Inc. v. Combs, et al.	35
Chevron USA, Inc. v. Combs, et al.	35
Chevron USA, Inc. v. Compt., et al.	36

Chevron USA, Inc. v. Strayhorn, et al.	36
Church & Dwight Company, Inc. v. Rylander, et al.	37
Cingular Wireless of Austin, LP, formerly known as GTE Mobilnet of Austin, LP; GTE Mobilnet of South Texas, LP; GTE Mobilnet of Texas RSA #17, LP; et al. v. Strayhorn, et al.	38
City of Webster and the Webster Economic Development Corporation v. Strayhorn	38
Clear Lake City Community Association, Inc. v. Strayhorn, et al.	39
Clinique Services, Inc. v. Rylander, et al.	40
Clinique Services, Inc. v. Sharp, et al.	40
Clinique Services, Inc. v. Strayhorn, et al.	41
Coastal Industries, Inc. v. Compt., et al.	41
Coca-Cola Company, The v. Strayhorn, et al.	42
Cosmair, Inc. v. Strayhorn, et al.	42
Crown Central Petroleum Corporation v. Strayhorn, et al.	43
Crown Central, L.L.C., et al. v. Combs, et al.	44
Day Cruises Maritime, L.L.C. v. Strayhorn, et al.	44
Day Cruises Maritime, L.L.C. v. Strayhorn, et al.	44
Delta Air Lines, Inc. v. Strayhorn, et al.	45
Design Masterpiece Landscaping, Inc. v. Strayhorn, et al.	46
EFW, Inc. v. Rylander, et al.	46
EFW, Inc. v. Strayhorn, et al.	47
El Paso Merchant Energy-Petroleum Company v. Strayhorn, et al.	47
ELC Beauty, L.L.C., as a Successor-in-Interest to Estee Lauder Services, Inc. v. Strayhorn, et al.	48
ELC Beauty, L.L.C., as Successor-in-Interest to Aramis Services, Inc. v. Rylander, et al.	48
ELC Beauty, L.L.C., as Successor-in-Interest to Origins Services, Inc. v. Strayhorn, et al.	49
Embassy Equity Development Corporation, et al. v. Strayhorn, et al.	50
Energy Education of Montana, Inc. v. Combs	50
Entertainment Publications, Inc. v. Compt., et al.	51
Estee Lauder Services, Inc. v. Rylander, et al.	51
Estee Lauder Services, Inc. v. Sharp, et al.	52
Estee Lauder Services, Inc. v. Sharp, et al.	52
ExxonMobil Oil Corporation v. Combs, et al.	53
F M Express Food Mart, Inc., and Fouad Hanna Mekdessi v. Rylander, et al.	53
First Class Enterprises, Inc. v. Combs, et al.	54
Florida Management, Inc., et al. v. Compt., et al.	54
Frito-Lay, Inc. v. Compt., et al.	55

General Dynamics Corporation v. Rylander, et al.	55
General Dynamics Corporation v. Rylander, et al.	56
Geoscapes of Texas, Inc. v. State of Texas, et al.	56
Gift Box Corporation of America, Inc. v. Rylander, et al.	57
Golf Works, Inc. vs Susan Combs, Compt., et al.	57
Grocers Supply-Institutional-Convenience, Inc. v. Rylander, et al.	58
GSC Enterprises, Inc. v. Strayhorn, et al.	58
GTE Mobilnet of the Southwest, L.L.C. v. Strayhorn, et al.	59
GTE Mobilnet of the Southwest, L.L.C. v. Strayhorn, et al.	59
GTE Southwest, Inc. v. Combs, et al.	60
GTE Southwest, Inc. v. Strayhorn, et al.	60
GTE Southwest, Inc. v. Strayhorn, et al.	61
GTE Southwest, Inc. v. Strayhorn, et al.	62
GTE Southwest, Inc. v. Strayhorn, et al.	62
GTE Southwest, Inc. v. Strayhorn, et al.	63
GTE Southwest, Inc. vs Compt., et al.	63
Harsco Corp. vs Combs, et al.	64
Health Care Service Corp., et al. vs. Compt., et al.	64
Home & Garden Party, Ltd. v. Strayhorn, et al.	65
Home Depot, USA, Inc. v. Strayhorn, et al.	65
Hoss Equipment Co. v. Combs, et al.	66
I-Ball Corp., dba The Gatsby Social Club v. Combs, et al.	66
J.C. Penney Company, Inc. v. Strayhorn, et al.	67
J.C. Penney Company, Inc. v. Strayhorn, et al.	67
Jerman Cookie Company v. Rylander, et al.	68
Kenneth O. Lester Co., et al. v. Susan Combs, Compt., et al.	68
Kroger Texas, LP v. Compt., et al.	69
La Frontera Lodging Partners, L.P., Tex-Air Investment Company, John Q. Hammons Hotels Two, L.P. and John Q. Hammons Hotels, L.P. v. Strayhorn, et al.	70
Laredo Coca-Cola Bottling Company, and Coca-Cola Enterprises, Inc. v. Strayhorn, et al.	70
Laredo Coca-Cola Bottling Company, and Coca-Cola Enterprises, Inc. v. Strayhorn, et al.	71
Lee Construction and Maintenance Company v. Rylander, et al.	71
Levy, Tara, et al. v. OfficeMax, Inc. and Best Buy Stores, L.P.	72
Liberty Vending Services, Inc. v. Strayhorn, et al.	73
Lockheed Corporation v. Rylander, et al.	73
Lockheed Martin Corporation v. Rylander, et al.	74

Lockheed Martin Kelly Aviation Center, Inc. v. Strayhorn, et al.	74
Lone Star Steel Company v. Strayhorn, et al.	75
Macy's TX I, LP, Successor in Interest to the May Department Stores Company v. Strayhorn, et al.	75
Marco A. Mascorro v. Compt., et al.	76
Mars, Inc. v. Compt., et al.	76
Mars, Inc. v. Strayhorn, et al.	77
Matoka, Inc. vs. Compt., et al.	77
Maxus Energy Corporation as Successor in Interest to Maxus Corporate Company v. Strayhorn, et al.	78
Northrop Grumman Systems Corporation (Successor to Northrop Grumman Corporation and Vought Aircraft Company) v. Rylander, et al.	79
Office Depot, Inc. and Viking Office Products, Inc. v. Combs, et al.	79
Office Depot, Inc., et al. v. Compt., et al.	80
Office Depot, Inc., Successor to Office Depot Business Services Division (aka Office Depot Business Services, Inc.) and Office Depot of Texas, Inc. v. Strayhorn, et al.	80
Office Depot, Inc., Successor to Office Depot Business Services Division (aka Office Depot Business Services, Inc.) and Office Depot of Texas, Inc. v. Strayhorn, et al.	81
Olarnpunsagoon, Suchon v. Combs, et al.	81
Olmos Abatement, Inc. v. Compt., et al.	82
Reynolds Metals Co. vs. Combs, et al.	82
Reynolds Metals Company v. Strayhorn, et al.	83
Richard's Heating & Air Conditioning, Inc. v. State of Texas, et al.	84
Roadway Express, Inc. v. Rylander, et al.	84
Roark Amusement & Vending, L.P. v. Strayhorn, et al.	85
Roark Amusement & Vending, L.P. v. Strayhorn, et al.	85
Rockwell Collins, Inc. v. Rylander, et al.	86
Salim Abbas Merchant v. Combs, et al.	86
San Antonio Spurs, L.L.C. v. Strayhorn, et al.	87
Shanks Surveyors, L.L.P. v. Compt., et al.	87
Southern Plastics, Inc. v. Strayhorn, et al.	88
Southern Union Company v. Strayhorn, et al.	89
Southwest Food Processing & Refrigerated Services, aka Southwest Refrigerated Warehousing Services v. Rylander, et al.	89
Southwestern Bell Telephone, L.P. v. Strayhorn, et al.	89
Southwestern Bell Yellow Pages, Inc. v. Strayhorn, et al.	90
Spacenet Services, Inc. v. Strayhorn, et al.	91
Stantrans Partners, L.P. v. Strayhorn, et al.	91

Stantrans Partners, L.P. v. Strayhorn, et al.	92
Sysco Food Services of Austin, Inc. v. Strayhorn, et al.	93
Sysco Food Services of Houston, L.P. (fka Sysco Food Service of Houston, Inc.) v. Rylander, et al.	93
Sysco Food Services of Houston, L.P. (fka Sysco Food Services of Houston, Inc.) v. Strayhorn, et al.	94
Sysco Food Services of San Antonio, LP, et al. v. Combs	94
Target Corporation v. Strayhorn, et al.	95
TDI-Halter, Inc. v. Rylander, et al.	95
Texas Gulf, Inc. v. Bullock, et al.	96
The Kroger Company v. Combs, et al.	96
Time Warner Telecom of Texas, L.P. v. Combs, et al.	97
T-Mobile West Corp. v. Combs, et al.	97
Tree of Life, Inc. v. Strayhorn, et al.	98
Tyler Holding Company, Inc. v. Strayhorn, et al.	98
United Scaffolding, Inc. v. Strayhorn, et al.	99
United Space Alliance, L.L.C. v. Strayhorn, et al.	99
United Space Alliance, L.L.C. v. Strayhorn, et al.	100
United Space Alliance, L.L.C. v. Strayhorn, et al.	100
Uretek U.S.A., Inc. v. Strayhorn, et al.	101
V.H. Salas & Associates, Inc. v. Comptroller	102
Verizon Business Network Services, Inc. v. Compt. Et. Al.	102
Verizon North, Inc. v. Strayhorn, et al.	103
Watson Sysco Food Services, Inc. v. Strayhorn, et al.	103
White Swan, Inc. v. Strayhorn, et al.	104
White Swan, Inc. v. Strayhorn, et al.	104
Wireless Now, L.P. v. Combs, et al.	105
Wyndham International Operating Partnership, LP v. Strayhorn, et al.	105
Zale Delaware, Inc. v. Rylander, et al.	106
Zale Delaware, Inc. v. Strayhorn, et al.	106

Insurance Tax

AXA Equitable Life Insurance Company v. Strayhorn, et al.	109
Fireman's Fund Insurance Company of Ohio v. Rylander, et al.	109
First American Title Ins. Co. vs Compt., et al.	110
First American Title Insurance Company v. Combs, et al.	110
First American Title Insurance Company v. Combs, et al.	112

First American Title Insurance Company v. Strayhorn, et al.	112
First American Title Insurance Company v. Strayhorn, et al.	113
First American Title Insurance Company v. Strayhorn, et al.	113
Metropolitan Life Insurance Company, et al. v. Combs, et al.	114
New York Life Insurance Company v. Strayhorn, et al.	114
Old Republic National Title Ins. Co. vs. Compt.	115
Old Republic National Title Insurance Company v. Strayhorn, et al.	115
Old Republic National Title Insurance Company v. Strayhorn, et al.	116
Old Republic National Title Insurance Company v. Strayhorn, et al.	116
Old Republic National Title Insurance Company v. Strayhorn, et al.	117
Old Republic Title Insurance Company v. Combs, et al.	117
Old Republic Title Insurance Company v. Strayhorn, et al.	118
Prudential Insurance Company, The v. Strayhorn, et al.	119
Warranty Underwriters Insurance Company v. Rylander, et al.	119

Other Taxes

35 Bar & Grill, LLC, et al. v. Compt., et al.	121
A & D Interests, Inc., dba Heartbreakers v. Compt., et al.	121
Arnold, Jessamine J., Estate of, Deceased, and Jim Arnold, Jr., Independent Executor v. Rylander, et al.	122
Badger Tavern L.P. et al. v. Susan Combs, Compt., et al.	122
Bassam Jaber Hantouli v. Susan Combs, Compt., et al.	122
Beadles, Joe Haven v. Strayhorn	123
Benelux Corp., dba The Palazzo & Ziggfeld's Entertainment, Inc., dba Expose v. Susan Combs, Compt., et al.	123
Benelux Corp., dba, et al. v. Compt., et al.	124
D. Houston, Inc., dba v. Compt., et al.	124
Dickens, Larry & Mary and Kevin & Jennifer Zaputil v. Combs and Connie Perry, Grimes County Tax Assessor and Collector	125
El Paso Entertainment, Inc. dba v. Compt., et al.	125
El Paso Natural Gas Company v. Sharp	126
Enterprise Operating Co., Inc., dba v. Compt., et al.	126
Eustace ISD v. Compt., et al.	127
FW, Inc. and S & S Bros., Inc. v. Compt., et al.	127
Golden Productions JCG Fort Worth LLC., dba v. Compt., et al.	128
I Gotcha, Inc., dba, et al. v. Compt., et al.	128
Isis Partners, L.P., et al. vs. Combs, et al.	129
Jim Hogg County ISD v. Compt., et al.	129

John P. Bellam, dba Showgirl v. Compt., et al.	129
Karpod, Inc., dba, et al. v. Compt., et al.	130
Mabank ISD v. Comptroller	130
Malakoff ISD v. Comptroller	131
Manana Entertainment, Inc., dba v. Susan Combs, Compt., et al.	131
MC/VC, Inc. v. Compt., et al.	132
Mirage Real Estate, Inc., et al. v. Richard Durbin, et al.	132
Mulligan's North Bar & Grill, LLC vs. Compt., et al.	133
Nextel of Texas, Inc. v. Strayhorn, et al.	133
North By East, Inc., et al. v. Compt., et al.	134
Point Isabel ISD v. Texas Comptroller of Public Accounts	134
Preston Motors by George L. Preston, Owner v. Sharp, et al.	135
Ranger Fuels & Maintenance, L.L.C. v. Rylander, et al.	135
Ranger Fuels & Maintenance, L.L.C. v. Strayhorn, et al.	136
RPM Entertainment, Inc., et al. v. Compt., et al.	136
Savvy, Inc., dba v. Compt., et al.	137
Sherman ISD v. Compt., et al.	137
SIFA Investment Inc. v. Compt., et al.	138
SSD Enterprises, Inc. v. Compt., et al.	138
Stuart, Robert T. Jr., Estate of v. Strayhorn, et al.	138
Texas Cabaret, Inc., dba, et al. v. Compt., et al.	139
Texas Entertainment, Inc., et al. v. Combs, et al.	139
Texas Richmond Corp. v. Compt., et al.	140
The King Lounge, Inc., dba v. Compt., et al.	140
The Men's Club Corp. v. Compt., et al.	141
TPI Petroleum, Inc. v. Strayhorn, et al.	141
Travis Co., Texas, Nelda Wells Spears, et al. v. Susan Combs, Compt., et al.	142
Valero Retail Holdings, Inc. & MRP Properties Co., LLC v. Compt., et al.	142
Vinson Oil Distribution v. Strayhorn, et al.	143

Closed Cases

7-Eleven, Inc. v. Strayhorn, et al.	145
7-Eleven, Inc. v. Strayhorn, et al.	145
7-Eleven, Inc. v. Strayhorn, et al.	146
7-Eleven, Inc. vs. Compt., et al.	147

Allstate County Mutual Insurance Company; Allstate Insurance Company; Allstate Indemnity Company; Allstate Texas Lloyds; and Allstate Property and Casualty Insurance Company v. Strayhorn, et al.	147
Barney Holland Oil Co. vs Compt., et al.	148
CallSource, Inc. v. Compt., et al.	148
Charles Dawson, et al. vs. Comptroller, et al.	149
Coastal Industries, Inc. v. Compt., et al.	149
Colonial Surgical Supply, Inc. & Henry Schein, Inc., as Successor-in-Interest to Colonial Surgical Supply, Inc. v. Combs, et al.	150
Colonial Surgical Supply, Inc. and Henry Schein, Inc., as Successor-in-Interest to Colonial Surgical Supply, Inc. v. Combs, et al.	150
Culberson County-Allamoore ISD v. Strayhorn	151
Daingerfield-Lone Star ISD v. Strayhorn	151
El Paso Corporation v. Strayhorn, et al.	152
El Paso Natural Gas Company v. Strayhorn, et al.	152
El Paso Natural Gas Company v. Strayhorn, et al.	153
El Paso Natural Gas Company v. Strayhorn, et al.	154
El Paso Natural Gas Company v. Strayhorn, et al.	155
Graybar Electric Company, Inc. v. Sharp, et al.	155
Herndon Marine Products, Inc. v. Sharp, et al.	156
Kendrick Oil Company v. Combs, et al.	156
Minyard Food Stores, Inc. vs Compt., et al.	157
Phenomenom v. Strayhorn, et al.	157
Sharper Image Corporation v. Rylander, et al.	158
Sharper Image Corporation v. Rylander, et al.	158
Steamatic of Austin, Inc., et al. v. Rylander, et al.	159
STP Nuclear Operating Co. v. Combs	160
STP Nuclear Operating Company v. Combs, et al.	160
STP Nuclear Operating Company v. Strayhorn, et al.	161
STP Nuclear Operating Company v. Strayhorn, et al.	162
STP Nuclear Operating Company v. Strayhorn, et al.	162
USCOC of Texahoma, Inc., Successor to USCOC of Corpus Christi, Inc. v. Strayhorn, et al.	163
Williams, Duane Everett v. Comptroller	163
Index	165

Table of Cases

35 Bar & Grill, LLC, et al. v. Compt., et al.	121
7-Eleven, Inc. v. Strayhorn, et al.	15
7-Eleven, Inc. v. Strayhorn, et al.	15
7-Eleven, Inc. v. Strayhorn, et al.	145
7-Eleven, Inc. v. Strayhorn, et al.	145
7-Eleven, Inc. v. Strayhorn, et al.	146
7-Eleven, Inc. vs. Compt., et al.	147
A & D Interests, Inc., dba Heartbreakers v. Compt., et al.	121
AccuTel of Texas, L.P. v. Rylander, et al.	16
Aetna Life Ins. Co. v. Compt., et al.	16
Air Liquide America, L.P. v. Compt., et al.	17
Alcatel Network Systems, Inc. v. Strayhorn, et al.	17
Alcatel Network Systems, Inc. v. Strayhorn, et al.	18
Allegiance Telecom of Texas, Inc. v. Strayhorn, et al.	18
Allstate County Mutual Insurance Company; Allstate Insurance Company; Allstate Indemnity Company; Allstate Texas Lloyds; and Allstate Property and Casualty Insurance Company v. Strayhorn, et al.	147
Alumax Mill Products, Inc. v. Combs, et al.	19
Anadarko E&P Co., L.P. vs Combs, et al.	1
Anadarko Petroleum Corporation v. Combs, et al.	1
Anh Thai Corp. v. Compt., et al.	19
Apache Corp. vs Compt., et al.	2
Apache Corp. vs. Compt., et al.	20
Aramis Services, Inc. v. Rylander, et al.	20
Aramis Services, Inc. v. Sharp, et al.	21
Ardsey, Inc. dba Noche Caliente Nightclub v. Strayhorn, et al.	21
Arnold, Jessamine J., Estate of, Deceased, and Jim Arnold, Jr., Independent Executor v. Rylander, et al.	122
AROC (Texas), Inc. v. Combs, et al.	2
AT&T Corporation; Teleport Communications of Houston, Inc.; TCG of Dallas, Inc.; AT&T Network Procurement, L.P.; AT&T Communications of Texas, L.P.; and AT&T Communications of the Southwest, Inc. v. Strayhorn, et al.	22
Austin Engineering Co., Inc. v. Combs, et al.	23
Awad, Mike v. Strayhorn, et al.	23
AXA Equitable Life Insurance Company v. Strayhorn, et al.	109
Badger Tavern L.P. et al. v. Susan Combs, Compt., et al.	122
Barney Holland Oil Co. vs Compt., et al.	148
BASF Corp. v. Compt., et al.	24
Bassam Jaber Hantouli v. Susan Combs, Compt., et al.	122
BBB Trading Co. v. State of Texas, et al.	24

Beadles, Joe Haven v. Strayhorn	123
Bell Bottom Foundation Company v. Rylander, et al.	25
Bell Helicopter Textron, Inc. v. Compt., et al.	25
Benelux Corp., dba The Palazzo & Ziggfeld's Entertainment, Inc., dba Expose v. Susan Combs, Compt., et al.	123
Benelux Corp., dba, et al. v. Compt., et al.	124
Black Thirst, LLC v. Combs, et al.	26
Blue Cross and Blue Shield of Texas, Inc. v. Strayhorn, et al.	26
Blue Cross and Blue Shield of Texas, Inc. v. Strayhorn, et al.	27
Boeing North America, Inc. v. Rylander, et al.	27
Boeing North America, Inc. v. Strayhorn, et al.	28
BP America Inc. v. Compt., et al.	28
Brink's Home Security, Inc. v. Strayhorn, et al.	3
Broadwing Corporation v. Strayhorn, et al.	29
Burns, Kevin D. v. Strayhorn, et al.	29
C & T Stone Company v. Rylander, et al.	30
C.C. Carlton Industries, Ltd. v. Combs, et al.	30
CallSource, Inc. v. Compt., et al.	31
CallSource, Inc. v. Compt., et al.	148
Capitol Aggregates, Ltd. v. Compt., et al.	31
Carlos Manrique De Lara, M.D., P.A., v. State of Texas	32
Cashiola, James v. Strayhorn, et al.	32
CEC Entertainment, Inc. v. Strayhorn, et al.	33
Cellular City Ltd. v. Strayhorn, et al.	33
Central Telephone Company of Texas and United Telephone Company of Texas v. Rylander, et al.	3
Centreport Partners, L.P. v. Combs, et al.	34
Chapal Zenray, Inc. v. Rylander, et al.	34
Charles Dawson, et al. vs. Comptroller, et al.	149
Chevron Chemical Company, L.L.C., as Successor to Chevron Chemical Company v. Strayhorn, et al.	4
Chevron USA Holdings, Inc. v. Combs, et al.	35
Chevron USA, Inc. v. Combs, et al.	35
Chevron USA, Inc. v. Compt., et al.	36
Chevron USA, Inc. v. Strayhorn, et al.	36
Church & Dwight Company, Inc. v. Rylander, et al.	37
Cingular Wireless of Austin, LP, formerly known as GTE Mobilnet of Austin, LP; GTE Mobilnet of South Texas, LP; GTE Mobilnet of Texas RSA #17, LP; et al. v. Strayhorn, et al.	38
City of Webster and the Webster Economic Development Corporation v. Strayhorn	38
Clear Lake City Community Association, Inc. v. Strayhorn, et al.	39
Clinique Services, Inc. v. Rylander, et al.	40
Clinique Services, Inc. v. Sharp, et al.	40
Clinique Services, Inc. v. Strayhorn, et al.	41

Coastal Industries, Inc. v. Compt., et al.	41
Coastal Industries, Inc. v. Compt., et al.	149
Coca-Cola Company, The v. Strayhorn, et al.	42
Colonial Surgical Supply, Inc. & Henry Schein, Inc., as Successor-in-Interest to Colonial Surgical Supply, Inc. v. Combs, et al.	150
Colonial Surgical Supply, Inc. and Henry Schein, Inc., as Successor-in-Interest to Colonial Surgical Supply, Inc. v. Combs, et al.	150
Cosmair, Inc. v. Strayhorn, et al.	42
Crown Central Petroleum Corporation v. Strayhorn, et al.	43
Crown Central, L.L.C., et al. v. Combs, et al.	44
Culberson County-Allamoore ISD v. Strayhorn	151
D. Houston, Inc., dba v. Compt., et al.	124
DaimlerChrysler Services North American, L.L.C.	4
Daingerfield-Lone Star ISD v. Strayhorn	151
Day Cruises Maritime, L.L.C. v. Strayhorn, et al.	44
Day Cruises Maritime, L.L.C. v. Strayhorn, et al.	44
Delta Air Lines, Inc. v. Strayhorn, et al.	45
Design Masterpiece Landscaping, Inc. v. Strayhorn, et al.	46
Dickens, Larry & Mary and Kevin & Jennifer Zaputil v. Combs and Connie Perry, Grimes County Tax Assessor and Collector	125
EFW, Inc. v. Rylander, et al.	46
EFW, Inc. v. Strayhorn, et al.	47
El Paso Corporation v. Strayhorn, et al.	152
El Paso Entertainment, Inc. dba v. Compt., et al.	125
El Paso Merchant Energy-Petroleum Company v. Strayhorn, et al.	47
El Paso Natural Gas Company v. Sharp	126
El Paso Natural Gas Company v. Strayhorn, et al.	152
El Paso Natural Gas Company v. Strayhorn, et al.	153
El Paso Natural Gas Company v. Strayhorn, et al.	154
El Paso Natural Gas Company v. Strayhorn, et al.	155
ELC Beauty, L.L.C., as a Successor-in-Interest to Estee Lauder Services, Inc. v. Strayhorn, et al.	48
ELC Beauty, L.L.C., as Successor-in-Interest to Aramis Services, Inc. v. Rylander, et al.	48
ELC Beauty, L.L.C., as Successor-in-Interest to Origins Services, Inc. v. Strayhorn, et al.	49
Embassy Equity Development Corporation, et al. v. Strayhorn, et al.	50
Energy Education of Montana, Inc. v. Combs	50
Enterprise Operating Co., Inc., dba v. Compt., et al.	126
Entertainment Publications, Inc. v. Compt., et al.	51
Estee Lauder Services, Inc. v. Rylander, et al.	51
Estee Lauder Services, Inc. v. Sharp, et al.	52
Estee Lauder Services, Inc. v. Sharp, et al.	52
Eustace ISD v. Compt., et al.	127
ExxonMobil Oil Corporation v. Combs, et al.	53
F M Express Food Mart, Inc., and Fouad Hanna Mekdessi v. Rylander, et al.	53

Fairfield Industries, Inc. v. Strayhorn, et al.	5
Fireman’s Fund Insurance Company of Ohio v. Rylander, et al.	109
First American Title Ins. Co. vs Compt., et al.	110
First American Title Insurance Company v. Combs, et al.	110
First American Title Insurance Company v. Combs, et al.	112
First American Title Insurance Company v. Strayhorn, et al.	112
First American Title Insurance Company v. Strayhorn, et al.	113
First American Title Insurance Company v. Strayhorn, et al.	113
First Class Enterprises, Inc. v. Combs, et al.	54
Florida Management, Inc., et al. v. Compt., et al.	54
Frito-Lay, Inc. v. Compt., et al.	55
FW, Inc. and S & S Bros., Inc. v. Compt., et al.	127
Galland Henning Nopak, Inc. v. Strayhorn, et al.	5
General Dynamics Corporation v. Rylander, et al.	55
General Dynamics Corporation v. Rylander, et al.	56
Geoscapes of Texas, Inc. v. State of Texas, et al.	56
Gift Box Corporation of America, Inc. v. Rylander, et al.	57
Golden Productions JCG Fort Worth LLC., dba v. Compt., et al.	128
Golf Works, Inc. vs Susan Combs, Compt., et al.	57
Graybar Electric Company, Inc. v. Sharp, et al.	155
Grocers Supply-Institutional-Convenience, Inc. v. Rylander, et al.	58
GSC Enterprises, Inc. v. Strayhorn, et al.	58
GTE Mobilnet of the Southwest, L.L.C. v. Strayhorn, et al.	59
GTE Mobilnet of the Southwest, L.L.C. v. Strayhorn, et al.	59
GTE Southwest, Inc. v. Combs, et al.	60
GTE Southwest, Inc. v. Strayhorn, et al.	60
GTE Southwest, Inc. v. Strayhorn, et al.	61
GTE Southwest, Inc. v. Strayhorn, et al.	62
GTE Southwest, Inc. v. Strayhorn, et al.	62
GTE Southwest, Inc. v. Strayhorn, et al.	63
GTE Southwest, Inc. vs Compt., et al.	63
Gulf Chemical & Metallurgical Corp. v. Compt., et al.	6
Gulf Chemical & Metallurgical Corporation v. Strayhorn, et al.	6
Harsco Corp. vs Combs, et al.	64
Health Care Service Corp., et al. vs. Compt., et al.	64
Herndon Marine Products, Inc. v. Sharp, et al.	156
Home & Garden Party, Ltd. v. Strayhorn, et al.	65
Home Depot, USA, Inc. v. Strayhorn, et al.	65
Hoss Equipment Co. v. Combs, et al.	66
I Gotcha, Inc., dba, et al. v. Compt., et al.	128
I-Ball Corp., dba The Gatsby Social Club v. Combs, et al.	66
Isis Partners, L.P., et al. vs. Combs, et al.	129
J.C. Penney Company, Inc. v. Strayhorn, et al.	67

J.C. Penney Company, Inc. v. Strayhorn, et al.	67
Jerman Cookie Company v. Rylander, et al.	68
Jim Hogg County ISD v. Compt., et al.	129
John P. Bellam, dba Showgirl v. Compt., et al.	129
Karpod, Inc., dba, et al. v. Compt., et al.	130
Kellwood Company, The v. Strayhorn, et al.	7
Kendrick Oil Company v. Combs, et al.	156
Kenneth O. Lester Co., et al. v. Susan Combs, Compt., et al.	68
Kroger Texas, LP v. Compt., et al.	69
La Frontera Lodging Partners, L.P., Tex-Air Investment Company, John Q. Hammons Hotels Two, L.P. and John Q. Hammons Hotels, L.P. v. Strayhorn, et al.	70
Laredo Coca-Cola Bottling Company, and Coca-Cola Enterprises, Inc. v. Strayhorn, et al.	70
Laredo Coca-Cola Bottling Company, and Coca-Cola Enterprises, Inc. v. Strayhorn, et al.	71
Lee Construction and Maintenance Company v. Rylander, et al.	71
Levy, Tara, et al. v. OfficeMax, Inc. and Best Buy Stores, L.P.	72
Liberty Vending Services, Inc. v. Strayhorn, et al.	73
Lockheed Corporation v. Rylander, et al.	73
Lockheed Martin Corporation v. Rylander, et al.	74
Lockheed Martin Kelly Aviation Center, Inc. v. Strayhorn, et al.	74
Lone Star Steel Company v. Strayhorn, et al.	75
Mabank ISD v. Comptroller	130
Macy's TX I, LP, Successor in Interest to the May Department Stores Company v. Strayhorn, et al.	75
Malakoff ISD v. Comptroller	131
Manana Entertainment, Inc., dba v. Susan Combs, Compt., et al.	131
Marco A. Mascorro v. Compt., et al.	76
Mars, Inc. v. Compt., et al.	76
Mars, Inc. v. Strayhorn, et al.	77
Matoka, Inc. vs. Compt., et al.	77
Maxus Energy Corporation as Successor in Interest to Maxus Corporate Company v. Strayhorn, et al.	78
MC/VC, Inc. v. Compt., et al.	132
Metropolitan Life Insurance Company, et al. v. Combs, et al.	114
Millennium Inorganic Chemicals, Inc. v. Strayhorn, et al.	7
Minyard Food Stores, Inc. vs Compt., et al.	157
Mirage Real Estate, Inc., et al. v. Richard Durbin, et al.	132
Mulligan's North Bar & Grill, LLC vs. Compt., et al.	133
New York Life Insurance Company v. Strayhorn, et al.	114
Nextel of Texas, Inc. v. Strayhorn, et al.	133
North By East, Inc., et al. v. Compt., et al.	134
Northrop Grumman Systems Corporation (Successor to Northrop Grumman Corporation and Vought Aircraft Company) v. Rylander, et al.	79
Office Depot, Inc. and Viking Office Products, Inc. v. Combs, et al.	79

Office Depot, Inc., et al. v. Compt., et al.	80
Office Depot, Inc., Successor to Office Depot Business Services Division (aka Office Depot Business Services, Inc.) and Office Depot of Texas, Inc. v. Strayhorn, et al.	80
Office Depot, Inc., Successor to Office Depot Business Services Division (aka Office Depot Business Services, Inc.) and Office Depot of Texas, Inc. v. Strayhorn, et al.	81
Olarnpunsagoon, Suchon v. Combs, et al.	81
Old Republic National Title Ins. Co. vs. Compt.	115
Old Republic National Title Insurance Company v. Strayhorn, et al.	115
Old Republic National Title Insurance Company v. Strayhorn, et al.	116
Old Republic National Title Insurance Company v. Strayhorn, et al.	116
Old Republic National Title Insurance Company v. Strayhorn, et al.	117
Old Republic Title Insurance Company v. Combs, et al.	117
Old Republic Title Insurance Company v. Strayhorn, et al.	118
Olmos Abatement, Inc. v. Compt., et al.	82
Owens Corning v. Strayhorn, et al.	8
Papa John's USA, Inc. v. Compt., et al.	8
Phenomenom v. Strayhorn, et al.	157
Point Isabel ISD v. Texas Comptroller of Public Accounts	134
Preston Motors by George L. Preston, Owner v. Sharp, et al.	135
Prudential Insurance Company, The v. Strayhorn, et al.	119
Ranger Fuels & Maintenance, L.L.C. v. Rylander, et al.	135
Ranger Fuels & Maintenance, L.L.C. v. Strayhorn, et al.	136
Reynolds Metals Co. vs. Combs, et al.	82
Reynolds Metals Company v. Strayhorn, et al.	83
Richard's Heating & Air Conditioning, Inc. v. State of Texas, et al.	84
Roadway Express, Inc. v. Rylander, et al.	84
Roark Amusement & Vending, L.P. v. Strayhorn, et al.	85
Roark Amusement & Vending, L.P. v. Strayhorn, et al.	85
Rockwell Collins, Inc. v. Rylander, et al.	86
RPM Entertainment, Inc., et al. v. Compt., et al.	136
Salim Abbas Merchant v. Combs, et al.	86
San Antonio Spurs, L.L.C. v. Strayhorn, et al.	87
Savvy, Inc., dba v. Compt., et al.	137
Shanks Surveyors, L.L.P. v. Compt., et al.	87
Sharper Image Corporation v. Rylander, et al.	158
Sharper Image Corporation v. Rylander, et al.	158
Sherman ISD v. Compt., et al.	137
SIFA Investment Inc. v. Compt., et al.	138
Southern Plastics, Inc. v. Strayhorn, et al.	88
Southern Union Company v. Strayhorn, et al.	89
Southwest Food Processing & Refrigerated Services, aka Southwest Refrigerated Warehousing Services v. Rylander, et al.	89
Southwestern Bell Telephone Company v. Rylander, et al.	9

Southwestern Bell Telephone, L.P. v. Strayhorn, et al.	89
Southwestern Bell Yellow Pages, Inc. v. Strayhorn, et al.	90
Spacenet Services, Inc. v. Strayhorn, et al.	91
SSD Enterprises, Inc. v. Compt., et al.	138
Stantrans Partners, L.P. v. Strayhorn, et al.	91
Stantrans Partners, L.P. v. Strayhorn, et al.	92
Steamatic of Austin, Inc., et al. v. Rylander, et al.	159
STP Nuclear Operating Co. v. Combs	160
STP Nuclear Operating Company v. Combs, et al.	160
STP Nuclear Operating Company v. Strayhorn, et al.	161
STP Nuclear Operating Company v. Strayhorn, et al.	162
STP Nuclear Operating Company v. Strayhorn, et al.	162
Stuart, Robert T. Jr., Estate of v. Strayhorn, et al.	138
Sysco Food Services of Austin, Inc. v. Strayhorn, et al.	93
Sysco Food Services of Houston, L.P. (fka Sysco Food Service of Houston, Inc.) v. Rylander, et al.	93
Sysco Food Services of Houston, L.P. (fka Sysco Food Services of Houston, Inc.) v. Strayhorn, et al.	94
Sysco Food Services of San Antonio, LP, et al. v. Combs	94
Target Corporation v. Strayhorn, et al.	95
TDI-Halter, Inc. v. Rylander, et al.	95
Texaco, Inc. v. Combs, et al.	10
Texas Cabaret, Inc., dba, et al. v. Compt., et al.	139
Texas Entertainment, Inc., et al. v. Combs, et al.	139
Texas Gulf, Inc. v. Bullock, et al.	96
Texas Richmond Corp. v. Compt., et al.	140
TGS-NOPEC Geophysical Company v. Strayhorn, et al.	10
The King Lounge, Inc., dba v. Compt., et al.	140
The Kroger Company v. Combs, et al.	96
The Men's Club Corp. v. Compt., et al.	141
Time Warner Telecom of Texas, L.P. v. Combs, et al.	97
T-Mobile West Corp. v. Combs, et al.	97
TPI Petroleum, Inc. v. Strayhorn, et al.	141
Travis Co., Texas, Nelda Wells Spears, et al. v. Susan Combs, Compt., et al.	142
Tree of Life, Inc. v. Strayhorn, et al.	98
Tyler Holding Company, Inc. v. Strayhorn, et al.	98
Tyson Foods, Inc. v. Strayhorn, et al.	11
United Scaffolding, Inc. v. Strayhorn, et al.	99
United Space Alliance, L.L.C. v. Strayhorn, et al.	99
United Space Alliance, L.L.C. v. Strayhorn, et al.	100
United Space Alliance, L.L.C. v. Strayhorn, et al.	100
Uretek U.S.A., Inc. v. Strayhorn, et al.	101
USCOC of Texahoma, Inc., Successor to USCOC of Corpus Christi, Inc. v. Strayhorn, et al.	163

V.H. Salas & Associates, Inc. v. Comptroller	102
Valero Retail Holdings, Inc. & MRP Properties Co., LLC v. Compt., et al.	142
Verizon Business Network Services, Inc. v. Compt. Et. Al.	102
Verizon North, Inc. v. Strayhorn, et al.	103
Viacom International, Inc. v. Strayhorn, et al.	12
Vinson Oil Distribution v. Strayhorn, et al.	143
Warranty Underwriters Insurance Company v. Rylander, et al.	119
Watson Sysco Food Services, Inc. v. Strayhorn, et al.	103
White Swan, Inc. v. Strayhorn, et al.	104
White Swan, Inc. v. Strayhorn, et al.	104
Williams, Duane Everett v. Comptroller	163
Wireless Now, L.P. v. Combs, et al.	105
Wyndham International Operating Partnership, LP v. Strayhorn, et al.	105
York International Corporation v. Strayhorn, et al.	12
Zale Delaware, Inc. v. Rylander, et al.	106
Zale Delaware, Inc. v. Strayhorn, et al.	106

Franchise Tax

Anadarko E&P Co., L.P. vs Combs, et al.

Cause Number: D-1-GN-07003385 AG Case #: 072475932

Filed: 10/3/2007

Franchise Tax; Protest & Refund

Claim Amount Reporting Period

\$4,518,016.85 1999-2001 Texas Franchise Tax Report

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether the Comptroller correctly calculated the value of impairment of its long-lived assets under the applicable principles for successful efforts accounting.

Status: Parties agreed to suspend discovery during settlement discussions.

Anadarko Petroleum Corporation v. Combs, et al.

Cause Number: D-1-GN-07-000670 AG Case #: 072441751

Filed: 3/6/2007

Franchise Tax; Refund

Claim Amount Reporting Period

\$3,100,129.00 1995 - 2002

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Issue: Whether Plaintiff may include proved reserves when computing impairment for long-lived assets. Whether Plaintiff is entitled to use an alternative GAAP method of computing accumulated depreciation and net pension liabilities. Whether Plaintiff is entitled to a franchise tax credit for tax paid on property used in manufacturing. Plaintiff requests that penalty and

interest be waived.

Status: Parties agreed to suspend discovery during settlement discussions.

Apache Corp. vs Compt., et al.

Cause Number: D-1-GN-07003861 AG Case #: 072481518

Filed: 11/6/2007

Franchise Tax;

Claim Amount	Reporting Period
\$2,121,145.00	1998-1999

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether Plaintiff may make an impairment adjustment to its long-lived assets under the successful efforts accounting method and whether it may use a double declining balance method of depreciation.

Status: Answer filed.

AROC (Texas), Inc. v. Combs, et al.

Cause Number: D-1-GN-07-000882 AG Case #: 072445745

Filed: 3/23/2007

Franchise Tax; Protest & Refund

Claim Amount	Reporting Period
\$241,435.17	01/01/01 - 12/31/02
\$114,245.78	01/01/01 - 12/31/02

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Tourtellotte, Tom Hance Scarborough Wright Woodward &
Weisbart, L.L.P. / Austin

Issue: Whether debts of the Plaintiff are inter-company debts or equity infusions, causing the

debts to be treated as equity and therefore taxable. Plaintiff claims its assets had been collateralized to a third party lender in return for funding.

Status: Settlement negotiations in progress. Trial set for 09/28/09.

Brink's Home Security, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004615 AG Case #: 062430392

Filed: 12/14/2006

Franchise Tax; Refund

Claim Amount	Reporting Period
\$91,372.00	2000

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Bernal, Jr., Gilbert J. Stahl, Bernal & Davies / Austin
Sewell, David J.

Issue: Whether Plaintiff's gross receipts should include those receipts for services apportioned outside of the State. Plaintiff claims the Comptroller has misapplied the statutes and rules at issue and imposition of tax against Plaintiff is unconstitutional. Plaintiff claims violation of the Commerce Clause.

Status: Settlement proposal received; negotiations in progress.

Central Telephone Company of Texas and United Telephone Company of Texas v. Rylander, et al.

Cause Number: GN100332

AG Case #: 011409646

Filed: 2/1/2001

Franchise Tax; Protest

Claim Amount	Reporting Period
\$300,772.95	1988 - 1994
\$204,616.25	1988 - 1994

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Issue: Whether inclusion of access charges in Texas' gross receipts violates Comptroller rules on franchise tax treatment of interstate telephone receipts. Whether inclusion of the charges violates equal protection.

Status: Discovery stayed pending appeal of Southwestern Bell case.

Chevron Chemical Company, L.L.C., as Successor to Chevron Chemical Company v. Strayhorn, et al.

Cause Number: D-1-GN-06-000789 AG Case #: 062297486

Filed: 3/6/2006

Franchise Tax; Refund

Claim Amount	Reporting Period
\$559,579.09	1994 - 1995

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether the Comptroller correctly applied Plaintiff's business loss carry-forward on earned surplus during years when the earned surplus surtax was computed at zero.

Status: Answer filed. Case placed on Dismissal docket for 03/28/07; Motion to Retain granted 12/23/08.

DaimlerChrysler Services North American, L.L.C.

Cause Number: GN401380 AG Case #: 041965591

Filed: 4/30/2004

Franchise Tax; Refund

Claim Amount	Reporting Period
\$2,123,382.74	1988 - 1991

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.
Langenberg, Ray
Meese, Matthew J.

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: How should proceeds from the sale of accounts receivables, including retail and wholesale, be calculated for franchise tax apportionment purposes. Whether Plaintiff's accounts receivables are capital assets or investments. Plaintiff claims that the Comptroller's use of the net gain method instead of the gross receipts method in calculating Plaintiff's total gross receipts for franchise tax apportionment purposes violates the Texas Tax Code, the Comptroller's rules, Comptroller policy, and the constitutional requirements of equal protection and equal and uniform taxation.

Status: Discovery in progress. Hearing on Plaintiffs' Motion for Summary Judgment set for 09/09/09.

Fairfield Industries, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-05-003289 AG Case #: 052214558

Filed: 9/13/2005

Franchise Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$1,107,256.04	2002 - 2004

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin

OAG Taxation / Austin

Opposing Counsel

White, John D.

Jones, Walker, Waechter, Poitevent, Carrère &
Denégre, L.L.P. / The Woodlands

Issue: Whether Plaintiff's gross receipts should be treated as receipts from intangibles apportioned based on the location of the payor or the location of the alleged use of data. Whether the transfer of seismic data is a "license" or the transfer of an intangible for franchise tax apportionment purposes. Plaintiff also requests that penalties be waived and recovery of attorneys' fees.

Status: Inactive. Pending disposition of TGS-NOPEC case, Cause #D-1-GN-05-00637.

Galland Henning Nopak, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-001409 AG Case #: 062312129

Filed: 4/21/2006

Franchise Tax; Protest

Claim Amount Reporting Period
\$16,751.35 1995 - 2004

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Davidson, William C. Law Offices of Minter Joseph & Thornhill, P.C. /
Austin

Issue: Whether Plaintiff had sufficient nexus in Texas to be assessed taxes under both the taxable capital component and the earned surplus component of the Texas Franchise Tax.

Status: Summary Judgment hearing reset by agreement for 05/28/09.

Gulf Chemical & Metallurgical Corp. v. Compt., et al.

Cause Number: D-1-GN-08-002313 AG Case #: 082518937

Filed: 7/2/2008

Franchise Tax; Protest & Refund

Claim Amount Reporting Period
\$262,066.00 2001 through 2004

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether tax credits were properly applied. Whether gross receipts were properly determined for fee/credit transactions. Whether the officer add-back provisions of the franchise tax are unconstitutional. Whether penalty should be waived.

Status: Answer filed.

Gulf Chemical & Metallurgical Corporation v. Strayhorn, et al.

Cause Number: D-1-GN-06-004636 AG Case #: 062430582

Filed: 12/15/2006

Franchise Tax; Refund

Claim Amount Reporting Period
\$245,571.02 1997 - 2000

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: How should processing fees and metals credit be calculated for franchise tax apportionment purposes. Whether Plaintiff is entitled to a refund resulting from the elimination of the addback for officer and director compensation.

Status: Discovery in progress.

Kellwood Company, The v. Strayhorn, et al.

Cause Number: GN500508

AG Case #: 052102654

Filed: 2/16/2005

Franchise Tax; Protest

Claim Amount Reporting Period

\$129,355.44 2001 - 2003

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Lipstet, Ira A. DuBois Bryant Campbell & Schwartz, L.L.P. /
Austin

Issue: How should pension reversion gain be allocated for franchise tax apportionment purposes. Is the pension reversion gain non-unitary or unitary earned surplus income. Whether Plaintiff's pension reversion gain should be calculated with Plaintiff's Texas gross receipts. What methodology the Comptroller should apply to not distort the amount of taxable earned surplus apportionable to Texas. Plaintiff also claims violation of the Due Process and Commerce Clauses of the US Constitution and the Due Course of Law provision of the Texas Constitution.

Status: Court sent Notice of DWOP for 10/05/07. Plaintiff filed Motion to Retain 10/01/07; granted 04/21/08. Trial reset for 08/31/09.

Millennium Inorganic Chemicals, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-000655 AG Case #: 062295894

Filed: 2/23/2006

Franchise Tax; Protest

Claim Amount Reporting Period
\$2,862,261.31 1996 - 1999

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Hagenswold, R. Eric

Issue: Whether Plaintiff may deduct from its surplus the pre-acquisition negative retained earnings of a subsidiary's subsidiary. Whether Plaintiff may write-down subsidiary's investments in subsidiaries. Whether the Comptroller correctly determined Plaintiff's original cost basis in its subsidiary.

Status: Discovery in progress. Summary Judgment hearing tentatively set for November 2009.

Owens Corning v. Strayhorn, et al.

Cause Number: GN503923

AG Case #: 052240819

Filed: 10/28/2005

Franchise Tax; Refund

Claim Amount Reporting Period
\$90,980.34 1992 - 1993

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether Plaintiff is entitled to a franchise tax credit. Whether deferred tax liabilities can be offset by deferred tax assets.

Status: Answer filed.

Papa John's USA, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-002376 AG Case #: 082519620

Filed: 7/7/2008

Franchise Tax; Refund

Claim Amount Reporting Period
\$48,842.33 2001-2004

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Sigel, Doug Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether the officer add-back provision is unconstitutional.

Status: Answer filed.

Southwestern Bell Telephone Company v. Rylander, et al.

Cause Number: GN204559 AG Case #: 031730666 Filed: 12/20/2002
#03-07-00142-CV
#07-07-00172-CV
#09-0128

Franchise Tax; Protest

Claim Amount Reporting Period
\$25,163,579.92 1996 - 1999; 2001

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether local loop access charges are Texas receipts for franchise tax purposes.
Whether treating the revenues as Texas receipts violates the Comptroller's Rule on interstate calls and the Due Process, Equal Protection and Commerce Clauses of the Constitution.
Whether other charges related to message services are Texas receipts.

Status: First Amended Original Petition adding 2001 final report filed. Cross-MSJ hearing held 02/14/07. On 02/16/07 Defendants' MSJ granted; Plaintiff's denied. Notice of Appeal filed 03/08/07. Clerk's Record filed 03/21/07. Appellant's brief filed 04/20/07. Case transferred to Seventh Court of Appeals 05/01/07. Appellee's amended brief filed 06/27/07. Appellants' reply brief filed 07/23/07. Appellees' Pre-submission filed 05/27/08. Case submitted on oral

argument to the Amarillo COA sitting in Austin on 06/09/08. Opinion issued affirming trial court's judgment 10/28/08. Appellant's Motion for Extension of Time to File Motion for Rehearing filed 11/07/08; granted 11/12/08. Motion for Rehearing filed 11/26/08; overruled 12/30/08. Southwestern Bell's Petition for Review filed in the Texas Supreme Court on 02/12/09. Waiver of response filed 03/03/09. Response to Petition for Review requested 04/10/09. Motion for Extension of Time to File Response filed 04/16/09; granted 04/17/09. Response due 06/10/09.

Texaco, Inc. v. Combs, et al.

Cause Number: D-1-GN-09-001386 AG Case #: 093123461

Filed: 4/30/2009

Franchise Tax; Refund

Claim Amount	Reporting Period
\$1,136,124.00	01/01/1992 through 12/31/1996

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Langenberg, Ray Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Plaintiff seeks a reduction in franchise tax for various reasons including abandonment costs and impairment of assets, intercompany expense reimbursements, alternative depreciation, and manufacturing credits.

Status: Answer filed.

TGS-NOPEC Geophysical Company v. Strayhorn, et al.

Cause Number: GN500637

AG Case #: 052114220

Filed: 3/1/2005

#03-07-00640-CV

#08-1056

Franchise Tax; Protest

Claim Amount	Reporting Period
\$390,471.26	1997 - 2000
\$1,422,008.76	2001 - 2003

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

McBride, James Thomas Shook, Hardy & Bacon, L.L.P. / Houston

Issue: Whether Plaintiff's gross receipts should be treated as receipts from intangibles apportioned based on the location of the payer or the location of the alleged use of data. Whether the transfer of seismic data is a "license" or the transfer of an intangible for franchise tax apportionment purposes. Plaintiff also seeks attorneys' fees.

Status: Hearing on Cross-Motions for Summary Judgment heard on 07/16/07. Final Summary Judgment signed on 10/15/07. The court granted Summary Judgment to Defendants on the apportionment issue and granted Summary Judgment to Plaintiff on the penalty and interest issue. Defendants'/Cross-Appellants' Notice of Appeal filed 11/15/07. Court Reporter's Record due 12/14/07. Notice of Late Record sent 01/15/08. Clerk's record filed 01/17/08. Appellant TGS and Cross-Appellant Comptroller filed a Joint Motion for Extension of Time to File Briefs 02/04/08; granted 02/07/08. Cross-Appellant's brief filed 04/18/08; Oral Argument requested. Appellant's brief filed 04/21/08; oral argument not requested. Appellee's brief filed 05/22/08; oral argument requested. Cross-Appellee's brief filed 05/20/08; oral argument not requested. Oral Argument denied 05/30/08. Appellants' reply brief filed 06/11/08. Trial court's judgment affirmed on 08/15/08. Appellee's Motion for Rehearing filed 09/02/08. Appellant's Motion for Rehearing filed 10/13/08. Appellants' and Appellees' Motion for Rehearing overruled 11/03/08. Petitioner's Unopposed Motion for Extension of Time to File Petition for Review in the Supreme Court filed and granted 12/17/08. Petition for Review filed 01/21/09. Respondent's Response to Petition for Review waived 02/18/09. The International Association of Geophysical Contractors submitted an amicus brief in support of TGS on 03/13/09. Response to Petition for Review requested on 03/27/09. Respondent's Motion for Extension of Time to File Response filed 04/16/09; granted 04/17/09. Response due 05/27/09.

Tyson Foods, Inc. v. Strayhorn, et al.

Cause Number: GN302279

AG Case #: 031818966

Filed: 6/27/2003

Franchise Tax; Refund

Claim Amount Reporting Period

\$4,462,424.56 1992 - 1997

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin

OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.

Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Issue: Whether Plaintiff may re-state asset values for franchise tax purposes by using straight-line depreciation after it used accelerated depreciation to reduce asset values for federal income and franchise tax purposes before report year 1992. Whether penalty and interest should have been waived because Plaintiff's affiliates had overpayments during the audit period that could have been credited to Plaintiff's deficiencies. Amended Petition: Whether the throw-back statute violates the Commerce Clause; whether officer-director compensation add-back is constitutional.

Status: Hearing on Cross-Motions for Partial Summary Judgment held 07/19/06. On 07/26/06 the district court granted Defendants' Motion for Partial Summary Judgment and denied Plaintiff's on the depreciation/basis issue. Discovery on remaining claims in progress. Plaintiff's Motion for Partial Summary Judgment (penalty & interest offset) filed on 02/18/09. Motion for Summary Judgment hearing set for 07/15/09.

Viacom International, Inc. v. Strayhorn, et al.

Cause Number: GN402433

AG Case #: 041999269

Filed: 7/30/2004

Franchise Tax; Protest

Claim Amount	Reporting Period
\$754,178.16	1997 - 1999

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Gilliland, David H. Clark, Thomas & Winters / Austin

Issue: Whether revenue received from third-party cable television system operators is revenue earned from licensing or from the service of producing, creating, editing, packaging and transmitting 24-hour-per-day network programming performed out-of-state. Should revenue from providing these services be considered Texas receipts for franchise tax purposes. Plaintiff also claims violation of Due Process and the Commerce Clause.

Status: Discovery in progress. Settlement negotiations in progress.

York International Corporation v. Strayhorn, et al.

Cause Number: GN600153

AG Case #: 062275193

Filed: 1/13/2006

Franchise Tax; Refund

Claim Amount	Reporting Period
\$362,337.18	1993 - 1996

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Sigel, Doug

Issue: Whether Plaintiff is entitled to record the assets and liabilities of previously acquired entities at their historical book values for purposes of determining taxable capital under Tax Code Section 171.109(b). Whether the Comptroller incorrectly calculated Plaintiff's push-down adjustments under Tax Code Section 171.109(m). Whether the Comptroller used the proper accounting method to value transferred assets. Whether Plaintiff's claim is barred as a second refund.

Status: Discovery in progress. On the dismissal docket to be dismissed 01/30/08. Order granting Motion to Retain signed 09/12/08. Trial set for 12/14/09 at 9:00 a.m.

Sales Tax

7-Eleven, Inc. v. Strayhorn, et al.

Cause Number: GN403369

AG Case #: 042046367

Filed: 10/8/2004

#03-08-00212-CV

Sales Tax; Refund

Claim Amount	Reporting Period
\$299,328.98	04/01/93 - 09/30/96

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether the purchase of bookkeeping software installed on computers located out-of-state and subsequently shipped to stores in-state qualifies for the sale for resale exemption.

Status: Hearing on cross-motions for summary judgment and defendants' plea to the jurisdiction held 02/05/08. Judgment granted for the State on 03/24/08. Plaintiff filed Notice of Appeal 04/07/08. Clerk's Record filed 06/19/08. Appellant's brief filed 07/21/08. Appellees' brief filed 08/20/08. Appellant's Reply Brief filed 09/16/08; accepted for oral argument. Appellant's Motion to Postpone Oral Argument filed 01/12/09. Submission cancelled 01/13/09. Submitted on oral argument on 04/08/09.

7-Eleven, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002424 AG Case #: 062380290

Filed: 6/30/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$615,638.45	04/01/93 - 09/30/96

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.
Langenberg, Ray

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff purchased non-taxable programming services rather than taxable software.

Status: Settlement negotiations in progress.

AccuTel of Texas, L.P. v. Rylander, et al.

Cause Number: GN300091

AG Case #: 031735236

Filed: 1/10/2003

Sales Tax; Refund

Claim Amount	Reporting Period
\$45,658.15	06/01/97 - 11/30/00

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Malish, Christopher Foster & Malish / Austin

Issue: Whether Plaintiff should have been assessed interest and penalty.

Status: Case Dismissed for Want of Prosecution 04/27/07. Plaintiff's Agreed Motion to Reinstate filed 08/31/07; granted 09/04/07.

Aetna Life Ins. Co. v. Compt., et al.

Cause Number: D-1-GN-08-002422 AG Case #: 082519794

Filed: 7/10/2008

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$1,228,278.73	02/01/97 thru 01/31/01 & 02/01/01 thru 6/30/02

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Osterloh, Curtis J.

Issue: Whether Aetna received data processing services. If so, whether services were properly

allocated to Texas.

Status: Discovery in progress.

Air Liquide America, L.P. v. Compt., et al.

Cause Number: D-1-GN-09-000193 AG Case #: 093101491

Filed: 1/21/2009

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$2,769,627.00	01/01/98 through 12/31/01

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff is entitled to credit interest on the gross amount of credits rather than the net amount.

Status: Answer filed.

Alcatel Network Systems, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-000104 AG Case #: 062271143

Filed: 1/10/2006

Sales Tax; Protest

Claim Amount	Reporting Period
\$908,670.54	05/01/93 - 10/31/95

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Sigel, Doug

Issue: Whether purchases of software licenses qualify as tangible personal property with a useful life in excess of six months and used or consumed in or during the manufacturing, processing, or fabrication of tangible personal property for ultimate sale so as to be exempt from sales tax. Whether display items and/or the materials used to make them are exempt from

sales tax.

Status: Motion granted 11/14/06 to consolidate with case styled Alcatel Network Systems, Inc. v. Strayhorn, et al. Cause #D-1-GN-06-003731. Partial MSJ hearing held 12/17/07. Judgment granted for the State 01/11/08. To be set for Motion for Summary Judgment.

Alcatel Network Systems, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-003731 AG Case #: 062412861

Filed: 9/29/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$908,670.54	05/01/93 - 10/31/95

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether purchases of tangible personal property with a useful life in excess of six months and used or consumed in or during the manufacturing, processing, or fabrication of tangible personal property for ultimate sale are exempt from sales tax. Whether display items and/or the materials used to make them are exempt from sales tax.

Status: Motion granted 11/14/06 to consolidate with case styled Alcatel Network Systems, Inc. v. Strayhorn, et al., Cause #D-1-GN-06-000104.

Allegiance Telecom of Texas, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-000056 AG Case #: 062269030

Filed: 1/6/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$2,660,546.29	10/01/97 - 12/31/00

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.
Langenberg, Ray
Hagenswold, R. Eric

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether equipment purchased by Plaintiff is exempt from sales tax as tangible personal property used in manufacturing and processing. Whether freight charges are exempt from sales tax under the manufacturing exemption.

Status: Answer filed. Court sent Notice to Dismiss for Want of Prosecution on 01/30/08.
Unopposed Motion to Reinstate filed 09/22/08. Trial set for 12/07/09.

Alumax Mill Products, Inc. v. Combs, et al.

Cause Number: D-1-GN-07-000165 AG Case #: 072435746

Filed: 1/22/2007

Sales Tax; Refund

Claim Amount	Reporting Period
\$78,359.28	07/01/98 - 06/30/02

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether industrial solid waste removal is exempt as a real property service. Whether Plaintiff's purchases of repair and replacement parts for and repair services performed on rolling stock equipment are exempt from sales and use tax as services performed on exempt tangible personal property.

Status: Answer filed.

Anh Thai Corp. v. Compt., et al.

Cause Number: D-1-GN-08-003086 AG Case #: 082526096

Filed: 8/26/2008

Sales Tax; Refund

Claim Amount	Reporting Period
\$158,443.19	April 1, 2001 through Dec. 31, 2004

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin
Opposing Counsel

Buck, E. Rhett Houston

Issue: Whether percentages of sales were properly computed. Whether Plaintiff had sufficient records to perform audit without relying on standards of AP92.

Status: Answer filed.

Apache Corp. vs. Compt., et al.

Cause Number: D-1-GN-08-001989 AG Case #: 082513300 Filed: 6/6/2008
Sales Tax; Refund

Claim Amount	Reporting Period
\$5,894,089.15	1/01/2003 through 06/30/2005

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin
Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether Plaintiff's property qualifies for exemption under various provisions of section 151.318. Whether Plaintiff paid tax on non-taxable services. Whether some property was used for exempt environmental work. Whether sales prices were correctly determined.

Status: Answer filed.

Aramis Services, Inc. v. Rylander, et al.

Cause Number: 0000384 AG Case #: 001273051 Filed: 2/11/2000
Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$281,676.36	04/01/94 - 12/31/97

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed. Whether Rule 3.346(b)(3)(A) is invalid and whether the Comptroller has authority to change its long-standing policy. Alternatively, whether penalty should be waived.

Status: Court sent Notice of DWOP for 08/23/02. Plaintiff filed Motion to Retain; granted 02/27/03. Court DWOP the case 06/15/05. Plaintiff filed Motion to Reinstate 07/12/05. Defendants filed first amended answer, plea to the jurisdiction, special exceptions and motion for attorneys' fees 11/17/06.

Aramis Services, Inc. v. Sharp, et al.

Cause Number: 98-03527 AG Case #: 98930349 Filed: 4/3/1998
Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$291,196.00	04/01/90 - 03/31/94

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed.

Status: Court sent Notice of DWOP for 12/20/00. Plaintiff filed Motion to Retain 12/15/00; granted 01/25/01. Court sent DWOP notice for 07/22/02. Plaintiff filed Motion to Retain 07/15/02; granted 01/16/03. Defendants filed Motion to Dismiss 05/11/04; set for 05/20/04. Hearing passed by agreement.

Ardsey, Inc. dba Noche Caliente Nightclub v. Strayhorn, et al.

Cause Number: D-1-GN-06-004768 AG Case #: 072431349 Filed: 12/28/2006
Sales Tax; Declaratory Judgment & Injunction

Claim Amount	Reporting Period
\$343,876.21	03/01/02 - 08/31/05 -Sales Tax
\$39,699.43	03/01/02 - 08/31/05 -Mixed Beverage Gross Receipts

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Martens, James F. Martens & Associates / Austin
 Seay, Michael B.

Issue: Whether Plaintiff should be assessed sales tax on door receipts collected by bands. Whether excess fees above an agreed dollar amount collected at the door and paid to Plaintiff are royalty rentals and real property rentals and not door receipts, which would be taxable sales. Plaintiff seeks injunction and attorneys' fees.

Status: Answer filed.

AT&T Corporation; Teleport Communications of Houston, Inc.; TCG of Dallas, Inc.; AT&T Network Procurement, L.P.; AT&T Communications of Texas, L.P.; and AT&T Communications of the Southwest, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002080 AG Case #: 062365986

Filed: 6/7/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$21,934,496.00	01/01/95 - 07/31/04
\$1,484,356.00	01/01/00 - 07/31/04
\$1,391,152.00	01/01/00 - 07/31/04
\$22,827,857.00	01/01/00 - 07/31/04
\$4,435,506.00	01/01/99 - 07/31/04
\$4,435,506.00	01/01/00 - 07/31/04

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.
Langenberg, Ray
Sigel, Doug

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether purchases of electricity used in a manufacturing process are exempt from sales tax. Whether the manufacturing process used by Plaintiff results in a physical change to tangible personal property being resold. Whether electricity purchased and used to process tangible personal property for sale as tangible personal property is exempt from sales tax under the manufacturing and processing exemption. Whether Plaintiffs' purchases and/or leases of tangible personal property directly used or consumed in or during a manufacturing process are exempt from sales tax.

Status: Motion to retain filed and granted. Trial set for 12/14/09.

Austin Engineering Co., Inc. v. Combs, et al.

Cause Number: D-1-GN-07-000565 AG Case #: 072440159

Filed: 2/23/2007

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$53,654.00	01/01/00 - 12/31/03

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Mondrik, Christina A. Mondrik & Associates / Austin

Issue: Whether fees that Plaintiff received for erosion control services, environmental construction services and utility construction services are exempt from sales and use tax. Whether services performed by Plaintiff to exempt entities are exempt from sales and use tax. Whether Plaintiff's transactions with its customers qualify as non-taxable or exempt services, or included the sale of tangible personal property, thus making certain items taxable. Plaintiff claims the Comptroller erroneously assessed tax on purchases which were non-taxable or exempt, or on which the sales and use tax had already been paid. Plaintiff claims violation of equal protection, equal and uniform taxation, and the Commerce clause.

Status: Discovery in progress. Hearing on Motions for Summary Judgment passed by agreement. Settlement offer presented by Plaintiff.

Awad, Mike v. Strayhorn, et al.

Cause Number: D-1-GN-06-003807 AG Case #: 062419668

Filed: 10/6/2006

Sales Tax; Protest & Declaratory Judgment

Claim Amount Reporting Period
\$196,853.60 07/01/00 - 12/31/03

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Roberts, William A. The Roberts Law Firm / Dallas
Coleman, Kyle

Issue: Whether Plaintiff's business products are exempt as "sale for resale" items or taxable. Whether the Comptroller erred by misapplying burden of proof and whether the requirement is constitutional. Whether Tax Code §112.108 is constitutional. Plaintiff claims violation of due process, that all penalties and interest be waived, and attorneys' fees.

Status: Jurisdictional plea, motion to dismiss and counterclaim filed.

BASF Corp. v. Compt., et al.

Cause Number: D-1-GN-08-002140 AG Case #: 082514696 Filed: 6/19/2008

Sales and use Tax; Refund

Claim Amount Reporting Period
\$555,792.90 10/01/97 thru 12/31/01 and 01/01/02 thru 12/31/05

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Bishop, II, Daniel W.
Goolsby, Christin E.

Issue: Whether contract labor services were taxable. Whether penalty and interest relating to settlement amounts on the services issue should also be refunded.

Status: Discovery in progress. Defendants' Trial Brief filed 04/21/09. Plaintiff's Trial Brief filed 04/24/09. Final Judgment granted for Plaintiffs.

BBB Trading Co. v. State of Texas, et al.

Cause Number: C-1-CV-08-011446 AG Case #: 082539305 Filed: 10/28/2008

Sales and use Tax; Protest

Claim Amount Reporting Period
\$426,282.46 June 01, 2003 to Nov. 30, 2006

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Leeper, David P. El Paso

Issue: Plaintiff claims that the Comptroller should grant insolvency relief. Plaintiff seeks injunctive relief, exemplary damages, and attorney's fees.

Status: Answer filed.

Bell Bottom Foundation Company v. Rylander, et al.

Cause Number: 99-01092

AG Case #: 991112186

Filed: 1/29/1999

Sales Tax; Protest

Claim Amount Reporting Period
\$81,571.73 01/01/91 - 12/31/94

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Trickey, Timothy M. The Trickey Law Firm / Austin

Issue: Whether taxpayer's sub-contract was a separated contract since the general contractor's construction contract was separated.

Status: Case dismissed for want of prosecution 06/17/03. Motion to Reinstate granted.

Negotiating an agreed scheduling order. Motion to Retain filed 11/29/06.

Bell Helicopter Textron, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-002279

AG Case #: 082516972

Filed: 6/27/2008

Sales and use Tax; Refund

Claim Amount Reporting Period
\$1,438,127.83 01/01/01 - 06/30/04

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff is entitled to interest on the gross amount of credit in a managed audit. Whether Plaintiff is entitled to the manufacturing exemption for property sold under the applicable FAR's even though the government may not take possession of the manufactured property. Whether Plaintiff's gas and electricity are used in manufacturing.

Status: Answer filed.

Black Thirst, LLC v. Combs, et al.

Cause Number: D-1-GN-09-001389 AG Case #: 093123933

Filed: 4/30/2009

Sales and use Tax; Declaratory Judgment

Claim Amount Reporting Period

\$281,499.71

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Hopkins, Mark D. Savrick, Schumann, Johnson, McGarr, Kaminski
& Shirley / Austin

Issue: Whether Plaintiff owes tax as a successor to a business with outstanding tax liabilities.

Status: Citation issued.

Blue Cross and Blue Shield of Texas, Inc. v. Strayhorn, et al.

Cause Number: GN401955

AG Case #: 041988023

Filed: 6/21/2004

Sales Tax; Refund

Claim Amount Reporting Period

\$3,750,000.00 12/01/88 - 05/31/95

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert.

Status: Order consolidating with Cause #D-1-GN-06-000787. Summary Judgment hearing set for 01/22/08. Partial Summary Judgment for Blue Cross granted 02/01/08. Trial held 09/02/08. Evidence reopened.

Blue Cross and Blue Shield of Texas, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-000787 AG Case #: 062296876 Filed: 3/6/2006
Sales Tax; Refund

Claim Amount	Reporting Period
\$3,029,344.00	06/01/95 - 12/31/98

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert.

Status: Order consolidating with Cause # GN401955 signed 05/14/07. Trial held 09/02/08. Evidence reopened. Hearing set for 05/26/09.

Boeing North America, Inc. v. Rylander, et al.

Cause Number: GN203340 AG Case #: 021676804 Filed: 9/13/2002
Sales Tax; Refund

Claim Amount Reporting Period
\$343,487.00 01/01/95 - 12/31/96

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Gilliland, David H. Clark, Thomas & Winters / Austin

Issue: Plaintiff claims a sale for resale exemption on items resold to the federal government. Plaintiff also claims a denial of equal protection and an exemption under §151.3111.

Status: Answer filed.

Boeing North America, Inc. v. Strayhorn, et al.

Cause Number: GN304372

AG Case #: 031884471

Filed: 11/10/2003

Sales Tax; Refund

Claim Amount Reporting Period
\$500,000.00 01/01/95 - 12/31/99

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Sigel, Doug

Issue: Plaintiff claims a sale for resale exemption on items resold to the federal government. Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert.

Status: Answer filed.

BP America Inc. v. Compt., et al.

Cause Number: D-1-GN-08-004207 AG Case #: 083091371

Filed: 11/20/2008

Sales and use Tax; Refund

Claim Amount Reporting Period
\$10,457,007.25 01/01/97 - 12/31/96 and 01/01/97 - 06/30/00

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Plaintiff brings about fifty different issues on sales and use tax in connection with its production and refining operations. Claims include casualty losses, manufacturing exemptions, tax credits, and various service issues.

Status: Answer filed.

Broadwing Corporation v. Strayhorn, et al.

Cause Number: D-1-GN-06-003733 AG Case #: 062412879

Filed: 9/29/2006

Sales Tax; Refund

Claim Amount Reporting Period
\$217,355.92 01/01/99 - 04/30/02

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Osterloh, Curtis J.

Issue: Whether finish-out work or improvements to real property is subject to tax when a part of the structure and leased space had been previously used and occupied.

Status: Discovery in progress.

Burns, Kevin D. v. Strayhorn, et al.

Cause Number: GN504208 AG Case #: 052253457

Filed: 11/28/2005

Sales Tax; Refund & Declaratory Judgment

Claim Amount Reporting Period
\$1,300,000.00 01/01/96 - 10/31/00

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Cunningham, Judy M. Attorney at Law / Austin

Issue: Whether the transfer of certain tangible personal property from customers to Plaintiff to be leased back to customers with a purchase option are non-taxable financing transactions. Whether sales taxes previously submitted are binding within Plaintiff's bankruptcy plan. Plaintiff claims violation of equal and uniform taxation, and also seeks attorneys' fees.

Status: Inactive.

C & T Stone Company v. Rylander, et al.

Cause Number: GN002428

AG Case #: 001344233

Filed: 8/18/2000

Sales Tax; Protest

Claim Amount	Reporting Period
\$207,454.40	04/01/94 - 12/31/97

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Peckham, William T. Attorney at Law / Austin

Issue: Whether Plaintiff owes sales tax on its sales of limestone to third parties under §151.311(a). Whether Plaintiff detrimentally relied on advice from the Comptroller's Office. Whether exemption certificates covered some sales that were assessed tax. Whether Plaintiff is entitled to the manufacturing exemption under §151.318(g). Whether penalty and interest should be waived.

Status: Discovery in progress.

C.C. Carlton Industries, Ltd. v. Combs, et al.

Cause Number: D-1-GN-08-003460

AG Case #: 082530270

Filed: 9/22/2008

Sales and use Tax; Protest

Claim Amount	Reporting Period
\$247,570.73	01/01/00 through 12/31/03

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Holcomb, Donald W. Knolle, Holcomb, Kothmann & Callahan / Austin

Issue: Whether Plaintiff owes tax on construction and electrical work.

Status: Answer filed. Waiting for settlement proposal.

CallSource, Inc. v. Compt., et al.

Cause Number: D-1-GN-09-000188 AG Case #: 093101202

Filed: 1/21/2009

Sales Tax; Protest

Claim Amount Reporting Period

\$244,033.70 10/01/03 through 05/31/07

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Wahby, Peter S. Greenberg Traurig, LLP / Dallas

Issue: Whether customer information tracking services (associated w/marketing campaigns) are taxable as information services or exempt as proprietary information. Whether other, non-taxable, information services were included in lump-sum customer invoices. Preemption under the Internet Tax Freedom Act. Plaintiff also asserts multi-state benefit & lack of nexus.

Status: Answer & Request for Disclosure filed 02/12/09. Discovery in progress.

Capitol Aggregates, Ltd. v. Compt., et al.

Cause Number: D-1-GN-08-003096 AG Case #: 082526229

Filed: 8/26/2008

Sales and use Tax; Refund

Claim Amount Reporting Period

\$563,053.71 March 1, 1999 through Dec. 31, 2002

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.
Osterloh, Curtis J.

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff's coal mill qualifies for the manufacturing exemption. Whether real property repair and other services are exempt transactions among affiliated entities.

Status: Answer filed.

Carlos Manrique De Lara, M.D., P.A., v. State of Texas

Cause Number: C-450-09

AG Case #: 093105153

Filed: 2/17/2009

Sales and use Tax; Injunction

Claim Amount	Reporting Period
\$161,786.39	

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin

OAG Taxation / Austin

Opposing Counsel

Calvillo, David N.

Calvillo Law Firm / McAllen

Issue: Whether Plaintiff was improperly denied a redetermination hearing because he did not receive proper notice of the deficiency determination.

Status: Order granting Agreed Motion to Dismiss entered on 04/30/09.

Cashiola, James v. Strayhorn, et al.

Cause Number: D-1-GN-06-004629

AG Case #: 072434863

Filed: 12/15/2006

Sales Tax; Administrative Appeal

Claim Amount	Reporting Period
\$1,112,768.76	11/21/01 - 12/31/03

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H.

OAG Taxation / Austin

Opposing Counsel

Grimsinger, William O.

Chamberlain, Hrdlicka, White, Williams & Martin
/ Houston

Issue: Whether Plaintiff owes sales tax under successor liability. Plaintiff claims the Comptroller audited the acquired company for the same telecommunications consulting services and previously found no sales tax liability due. Plaintiff claims debts were created without his knowledge and the exercise of reasonable diligence would not have revealed the intention to create a tax debt.

Status: No Evidence Motion filed by Plaintiff. Consideration on repleading answer.

CEC Entertainment, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004594 AG Case #: 062430368

Filed: 12/12/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$244,808.38	01/01/02 - 09/30/04

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Tourtellotte, Tom Hance Scarborough Wright Woodward &
Weisbart, L.L.P. / Austin

Issue: Plaintiff claims that paying sales tax on prizes awarded to successful contestants of coin-operated and non-coin operated games and on the admission price of non-coin operated games, in addition to annual occupational taxes, would be double taxation. Plaintiff claims violation of equal and uniform taxation, and due process.

Status: Inactive.

Cellular City Ltd. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004410 AG Case #: 062427919

Filed: 11/21/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$352,932.44	09/01/00 - 06/30/04

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.
Langenberg, Ray
Sigel, Doug

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether telephones purchased by Plaintiff, and subsequently sold to customers who contract for telephone service with a carrier associated with the Plaintiff, are exempt from sales tax under the sale for resale exemption.

Status: Answer filed.

Centreport Partners, L.P. v. Combs, et al.

Cause Number: D-1-GN-07-000152 AG Case #: 072435795

Filed: 1/19/2007

Sales Tax; Refund

Claim Amount	Reporting Period
\$14,095.15	07/01/00 - 06/30/04

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Bonilla, Ray Ray, Wood & Bonilla, L.L.P. / Austin

Issue: Whether certain amenity and consumable items such as shampoo, stationery and similar items resold to hotel guests are exempt from sales tax as sales for resale.

Status: Answer filed.

Chapal Zenray, Inc. v. Rylander, et al.

Cause Number: GN204506

AG Case #: 031729197

Filed: 12/16/2002

Sales Tax; Protest

Claim Amount	Reporting Period
\$210,943.91	01/01/94 - 12/31/97

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray
Osterloh, Curtis J.

Issue: Whether items such as boxes, foam pads and twist ties are not subject to tax pursuant to Tex. Tax Code §151.011 (f)(2) and Rule 3.346 (c)(1)(c) when purchased by a person who uses the items to secure jewelry for shipment out-of-state.

Status: Case passed on hearing. Awaiting reset.

Chevron USA Holdings, Inc. v. Combs, et al.

Cause Number: D-1-GN-09-000748 AG Case #: 093110088

Filed: 3/6/2009

Sales and use Tax; Refund

Claim Amount	Reporting Period
	01/01/97 through 12/31/00

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin	OAG Taxation / Austin
-----------------	-----------------------

Opposing Counsel

Langenberg, Ray	Scott, Douglass & McConnico, L.L.P. / Austin
-----------------	--

Issue: Whether Plaintiff may carry forward its impairment losses and exclude abandonment costs in computing its taxable capital.

Status: Answer filed.

Chevron USA, Inc. v. Combs, et al.

Cause Number: D-1-GN-07-000292 AG Case #: 072453475

Filed: 12/6/2004

Sales Tax; Refund

Claim Amount	Reporting Period
\$9,560,775.78	01/01/93 - 06/30/96

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B.	OAG Taxation / Austin
----------------	-----------------------

Opposing Counsel

Eidman, Mark W.	Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray	

Sigel, Doug

Issue: Whether tax paid on discounted portions of Plaintiff's purchases should be refunded. Whether tax paid at an incorrect tax rate should be refunded.

Status: Case severed from original case styled Chevron USA, Inc. v. Strayhorn, et al., Cause #GN403978. Motion for Partial Summary Judgment set for 04/02/08. Comptroller's Plea to the Jurisdiction granted. Motion for new trial granted 06/25/08. Court issued an Order on 09/22/08, granting Plaintiff's Motion for Partial Summary Judgment. This order was interlocutory pending resolution of the remainder of Plaintiff's claims. Those remaining claims were severed from this case on 02/02/09 and placed in cause #D-1-GN-09-000333. Final Judgment signed 02/18/09, refunding Plaintiff the stipulated tax amount plus interest and penalty.

Chevron USA, Inc. v. Compt., et al.

Cause Number: D-1-GN-09-000333 AG Case #: 093103190

Filed: 4/27/2007

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$9,354,450.00	01/01/93 - 06/30/96

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Langenberg, Ray Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Severed from Chevron USA, AG# 072453475. Chevron continues to assert a laundry list of over 90 claims raised in its motion for rehearing in its original claim for a refund on scaffolding.

Status: Plaintiff's Motion to sever from Chevron USA, Inc. v. Combs, et al., Cause #D-1-GN-07-000292, filed 02/02/09. Discovery in progress.

Chevron USA, Inc. v. Strayhorn, et al.

Cause Number: GN403978 AG Case #: 042071324

Filed: 12/6/2004

#03-07-00127-CV

Sales Tax; Refund

Claim Amount	Reporting Period
\$439,225.00	01/01/93 - 06/30/96

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether charges of contractors for erecting, maintaining and dismantling scaffolding are exempt from sales and use tax as a non-taxable service, or taxable as rental of tangible personal property.

Status: Discovery in progress. Hearing on cross-motions for summary judgment held 06/28/06. Chevron's motion for partial summary judgment granted; Comptroller's motion denied. Hearing for judgment held 01/31/07. Chevron's motion to sever granted; final judgment entered. State's Notice of Appeal filed 02/28/07. Clerk's Record filed 03/20/07. Court Reporter's Record filed 03/29/07. Appellants' brief filed 05/17/07; Oral Argument requested. Appellee's brief filed 06/15/07; Oral Argument requested. Appellants' reply brief filed 07/23/07. Case submitted on Oral Argument on 11/28/07.

Church & Dwight Company, Inc. v. Rylander, et al.

Cause Number: GN000525

AG Case #: 001258201

Filed: 1/12/2000

Sales Tax; Refund

Claim Amount	Reporting Period
\$64,868.50	10/01/90 - 12/31/93

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Benesh, W. Stephen Bracewell & Patterson / Austin
Sampson, Jr., Phillip L.

Issue: Whether Plaintiff owes use tax on promotional materials shipped from out-of-state. Whether the Comptroller's imposition of use tax is invalid because Plaintiff made no use of the materials in Texas. Whether Rule 3.346(b)(3)(A) is invalid. Whether the tax violates the Commerce and Due Process Clauses of the United States Constitution.

Status: Plaintiff waiting for outcome of Estee Lauder Services, Inc. cases. Case dismissed for

want of prosecution 06/15/05. Case re-opened. Reinstated by bill of review 11/22/05.

Cingular Wireless of Austin, LP, formerly known as GTE Mobilnet of Austin, LP; GTE Mobilnet of South Texas, LP; GTE Mobilnet of Texas RSA #17, LP; et al. v. Strayhorn, et al.

Cause Number: GN502649

AG Case #: 052186616

Filed: 7/29/2005

Sales Tax; Refund

Claim Amount	Reporting Period
\$10,177,377.49	01/01/93 - 12/31/96

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene	OAG Taxation / Austin
--------------	-----------------------

Opposing Counsel

Eidman, Mark W.	Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray	
Sigel, Doug	

Issue: Whether purchases of telecommunications equipment qualify as tangible personal property for ultimate sale as tangible personal property that are exempt from sales tax under the manufacturing and processing exemption. Whether electricity purchased and used in telecommunications is exempt from sales tax under the manufacturing and processing exemption.

Status: Unopposed Motion to Reinstate filed 08/27/08. Trial set for 12/14/09.

City of Webster and the Webster Economic Development Corporation v. Strayhorn

Cause Number: D-1-GV-06-001823
#03-08-00291-CV

AG Case #: 062409446

Filed: 9/15/2006

Sales Tax; Declaratory Judgment

Claim Amount	Reporting Period
\$502,620.70	05/01/02 - 01/31/06

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A.	OAG Taxation / Austin
---------------------	-----------------------

Opposing Counsel

Feldman, David M.
Cowan, Robert W.

Feldman & Rogers, L.L.P. / Houston

Gregg, Jr., Dick H.

Gregg & Gregg, P.C. / Houston

Issue: Whether the Comptroller's reallocation of local sales taxes based on the filing of amended tax returns violates the procedural and substantive due course of law provisions of the Texas Constitution and constitutes a taking. Whether the Comptroller's interpretation of Tax Code §321.002(a)(3) is constitutional. Whether Plaintiffs and Intervenors have standing to challenge the Comptroller's interpretation of sec. 321.002 of the Tax Code under the Texas Constitution, UDJA, and APA. Whether sovereign immunity bars Plaintiffs' & Intervenors' suit. Plaintiffs also request attorneys' fees.

Status: Discovery in progress. Defendant's Plea to the Jurisdiction filed 02/14/07. Original Plea in Intervention & Third Party Petition filed 04/18/07 by cities of Denton, Humble, Lewisville, Mesquite, North Richland Hills, and Plano, and Denton County Transportation Authority and Fort Worth Transportation Authority. Original Answer filed by City of Grand Prairie, third party defendant, on 05/29/07. First Amended Plea in Intervention filed on 06/12/07, adding the City of Waco as a party. Second Amended Plea in Intervention And Third-Party Petition filed 09/28/07. Hearing on Defendant's First Amended Plea to the Jurisdiction 02/07/08 at 9:00 a.m. Letter Ruling issued on 03/26/08, denying Defendant's First Amended Plea to the Jurisdiction and First Supplemental Plea to the Jurisdiction; Proposed Order submitted to court on 04/09/08 by Counsel for Intervenors. 04/11/08 Order denying Comptroller's 1st Amended & 1st Supplemental Pleas to the Jurisdiction signed by the court. Notice of Appeal filed 05/01/08. Hearing on Intervenors' Motion to Compel 06/11/08. Court ordered that commencement of trial, and all other proceedings in the trial court, including discovery, are automatically stayed pending resolution of the Comptroller's interlocutory appeal on 06/17/08. Appellant's brief filed 07/11/08. Appellee's brief filed 08/18/08. Appellant's Reply Brief filed 09/15/08. Set for Submission on Oral Argument on 06/10/09 at 9:00 a.m.

Clear Lake City Community Association, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004281 AG Case #: 062425582

Filed: 11/13/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$83,936.63	08/01/00 - 10/31/04

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A.

OAG Taxation / Austin

Opposing Counsel

Knobelsdorf II, John C. Attorney at Law / Houston

Issue: Whether Plaintiff, as an exempt organization, is an exempt consumer of taxable real property services and not a seller of such services. Whether waste hauling service provided to association homeowners and paid for by Plaintiff is exempt from sales tax.

Status: Answer filed. Clerk sent notice to Dismiss for Want of Prosecution on 03/11/09. Plaintiff's Motion to Retain filed 03/31/09.

Clinique Services, Inc. v. Rylander, et al.

Cause Number: GN000376 AG Case #: 001273069 Filed: 2/11/2000

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$650,361.82	04/01/94 - 03/31/98

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed. Whether Rule 3.346(b)(3)(A) is invalid and whether the Comptroller has authority to change its long-standing policy. Alternatively, whether penalty should be waived.

Status: Court sent Notice of DWOP for 08/23/02. Plaintiff filed Motion to Retain; granted 02/27/03. Court DWOP on 06/15/05. Plaintiff filed Motion to Reinstate 07/12/05; granted 07/12/05. Defendants filed first amended answer, plea to the jurisdiction, special exceptions and motion for attorneys' fees 11/17/06.

Clinique Services, Inc. v. Sharp, et al.

Cause Number: 98-03533 AG Case #: 98930330 Filed: 4/3/1998

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$519,192.00	04/01/90 - 03/31/94

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis

OAG Taxation / Austin

Opposing Counsel

Cowling, David E.

Jones Day / Dallas

Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed.

Status: Court sent Notice of DWOP for 12/20/00. Plaintiff filed Motion to Retain 12/15/00; granted 01/24/01. Court sent Notice of DWOP for 07/22/02. Plaintiff filed Motion to Retain 07/15/02; granted 01/16/03. Plaintiff filed Motion to Retain; granted 03/27/06. Set for trial on 11/10/08.

Clinique Services, Inc. v. Strayhorn, et al.

Cause Number: GN500049

AG Case #: 052085933

Filed: 1/6/2005

Sales Tax; Protest & Declaratory Judgment

Claim Amount Reporting Period

\$654,245.96 04/01/98 - 03/31/02

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis

OAG Taxation / Austin

Opposing Counsel

Cowling, David E.

Jones Day / Dallas

Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed. Whether Rule 3.346(b)(3)(A) is invalid and whether the Comptroller has authority to change its long-standing policy. Alternatively, whether penalty should be waived. Plaintiff also claims violation of rights under the Commerce and Due Process Clauses, and right to equal and uniform taxation. Plaintiff also seeks attorneys' fees.

Status: Answer filed.

Coastal Industries, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-004273

AG Case #: 083092296

Filed: 11/18/2008

Sales and use Tax; Protest

Claim Amount Reporting Period
\$78,625.00 Oct. 1, 2000 - June 30, 2003

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Mondrik, Christina A. Mondrik & Associates / Austin

Issue: Whether mold remediation services are taxable. Whether work was done in a disaster area. Whether Comptroller rules are invalid. Whether equal protection and the commerce clause were violated. Whether Plaintiff detrimentally relied on Comptroller advice. Plaintiff also seeks declaratory relief.

Status: Answer filed. Discovery in progress.

Coca-Cola Company, The v. Strayhorn, et al.

Cause Number: GN504213

AG Case #: 052253473

Filed: 11/28/2005

Sales Tax; Refund

Claim Amount Reporting Period
\$2,060,883.03 07/01/97 - 03/31/02

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Hagenswold, R. Eric

Osterloh, Curtis J.

Issue: Whether replacement parts and the repair of fountain drink machines leased to customers by Plaintiff are exempt from sales tax as manufacturing equipment and the sale for resale exemption.

Status: Scheduling order filed 01/09/09.

Cosmair, Inc. v. Strayhorn, et al.

Cause Number: GN302009

AG Case #: 031816135

Filed: 6/9/2003

Sales Tax; Protest & Declaratory Judgment

Claim Amount Reporting Period
\$1,322,536.67 07/01/96 - 12/31/98

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lyda, Kirk

Issue: Whether Plaintiff owes use tax on items transferred free of charge that are subsequently brought into Texas. Plaintiff specifically challenges whether: 1) "use" includes distribution; 2) use was only out-of-state where control transferred; 3) longstanding policy may be changed; 4) Rule 3.346 does not support tax on promotional materials; 5) use tax applies without title or possession; 6) no consideration for transfer; 7) Rule 3.346(b)(3)(A) is invalid; 8) tax is bared by Commerce, Due Process and Equal Protection Clauses; and 9) resale exemption applies. Plaintiff also seeks attorneys' fees.

Status: Answer filed. Agreed Motion to Retain filed 04/23/07; granted 08/14/07.

Crown Central Petroleum Corporation v. Strayhorn, et al.

Cause Number: GN504190

AG Case #: 052260197

Filed: 11/22/2005

Sales Tax; Refund

Claim Amount Reporting Period
\$136,903.16 12/01/96 - 12/31/99

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether charges of contractors for erecting, moving and dismantling scaffolding are exempt from sales and use tax as a non-taxable service, or taxable as rental of tangible personal property. Whether certain work performed by contractors is new construction under a lump sum contract and thus not taxable.

Status: Discovery in progress. Plaintiff's Motion for Summary Judgment filed 02/11/08.
Awaiting decision in Chevron.

Crown Central, L.L.C., et al. v. Combs, et al.

Cause Number: D-1-GN-09-000509 AG Case #: 093107126

Filed: 2/17/2009

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$159,825.70	01/01/00 to 09/30/03

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff owes sales tax on scaffolding. Whether scaffolding charges were readily separable from charges for the lease or rental of property.

Status: Answer filed.

Day Cruises Maritime, L.L.C. v. Strayhorn, et al.

Cause Number: D-1-GN-063567 AG Case #: 062410139

Filed: 9/21/2006

Sales Tax; Protest

Claim Amount	Reporting Period
\$243,910.85	12/01/01 - 12/31/03

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Beam, Patrick L. Attorney at Law / Aransas Pass

Issue: Whether Plaintiff's charter of a vessel is leased property subject to sales and use tax. Whether the vessel was used or received within the state. Plaintiff claims that the Comptroller does not have legal authority to collect the assessed tax.

Status: Answer filed.

Day Cruises Maritime, L.L.C. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004734 AG Case #: 072432578

Filed: 12/27/2006

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$243,910.85	12/01/01 - 12/31/03

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Beam, Patrick L. Attorney at Law / Aransas Pass

Issue: Plaintiff filed suit 09/21/06 under protest questioning the assessed tax based on whether Plaintiff's charter of a vessel is leased property subject to sales and use tax, and whether the vessel was used or received within the State. Plaintiff now seeks judgment that the tax in question is unconstitutional and may not be legally demanded or collected by the Comptroller. Plaintiff requests jury trial.

Status: Answer filed.

Delta Air Lines, Inc. v. Strayhorn, et al.

Cause Number: GN400439

AG Case #: 041925868

Filed: 2/13/2004

Sales Tax; Refund

Claim Amount	Reporting Period
\$1,642,267.15	02/01/93 - 12/31/96

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether Plaintiff's purchases of janitorial and building maintenance services being resold under a lease agreement are exempt under the sale for resale exemption. Whether Plaintiff's purchases of mechanical maintenance services were exempt as taxable services purchased in the performance of a real property contract for an exempt entity.

Status: Trial set for 12/08/08. Trial passed by agreement. Motion for Summary Judgment filed 04/09/09. Motion for Summary Judgment hearing held 04/30/09. Final Judgment

granted for Defendants on 05/08/09.

Design Masterpiece Landscaping, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-001691 AG Case #: 062337985

Filed: 5/12/2006

Sales Tax; Protest

Claim Amount	Reporting Period
\$68,630.03	06/01/99 - 12/31/02

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Tourtellotte, Tom Hance Scarborough Wright Woodward &
Weisbart, L.L.P. / Austin

Issue: Whether landscaping services sold under lump-sum contracts by Plaintiff to homeowners are exempt as real property services. Whether a homeowner can contract with a homebuilder and still act as a contractor. Plaintiff requests that interest be waived. Plaintiff also claims violation of due process, equal protection, and equal and uniform taxation.

Status: Case settled.

EFW, Inc. v. Rylander, et al.

Cause Number: GN200906

AG Case #: 021579578

Filed: 3/19/2002

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$123,440.25	04/01/94 - 03/31/98

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug
Osterloh, Curtis J.

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the

time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert. Plaintiff also seeks attorneys' fees.

Status: Answer filed.

EFW, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-000058 AG Case #: 062269022

Filed: 1/9/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$600,000.00	04/01/98 - 08/31/04

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug
Osterloh, Curtis J.

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert.

Status: Answer filed.

El Paso Merchant Energy-Petroleum Company v. Strayhorn, et al.

Cause Number: D-1-GN-06-003071 AG Case #: 062403696

Filed: 8/23/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$1,416,604.28	01/01/92 - 06/30/96

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Hagenswold, R. Eric

Issue: Whether Plaintiff is entitled to a refund of sales and use tax on services provided by contract labor, certain manufacturing equipment, services performed on manufacturing equipment, materials needed for machinery and equipment used in the manufacturing process, maintenance of real property, new construction, non-taxable services, programming services, manufacturing equipment with a useful life of six months or less, property shipped out-of-state, repair of real or tangible personal property resulting in a casualty loss, hazardous and industrial waste removal services, safety supplies, items and materials used for quality control purposes, pollution control equipment, and other non-taxable items.

Status: Plea to the Jurisdiction filed 07/31/07. Hearing held 12/20/07. Plea to the Jurisdiction denied 01/16/08.

ELC Beauty, L.L.C., as a Successor-in-Interest to Estee Lauder Services, Inc. v. Strayhorn, et al.

Cause Number: GN500048

AG Case #: 052085990

Filed: 1/6/2005

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$586,255.47	07/01/99 - 06/30/01

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis

OAG Taxation / Austin

Opposing Counsel

Cowling, David E.

Jones Day / Dallas

Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed. Whether Rule 3.346(b)(3)(A) is invalid and whether the Comptroller has authority to change its long-standing policy. Alternatively, whether penalty should be waived. Plaintiff also claims violation of rights under the Commerce and Due Process Clauses, and right to equal and uniform taxation. Plaintiff also seeks attorneys' fees.

Status: Answer filed.

ELC Beauty, L.L.C., as Successor-in-Interest to Aramis Services, Inc. v. Rylander, et al.

Cause Number: GN203514

AG Case #: 021681226

Filed: 9/26/2002

Sales Tax; Protest & Declaratory Judgment

Claim Amount Reporting Period
\$284,508.69 01/01/98 - 12/31/00

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed. Whether Rule 3.346(b)(3)(A) is invalid and whether the Comptroller has authority to change its long-standing policy. Alternatively, whether penalty should be waived.

Status: Answer filed.

ELC Beauty, L.L.C., as Successor-in-Interest to Origins Services, Inc. v. Strayhorn, et al.

Cause Number: GN500047 AG Case #: 052085966 Filed: 1/6/2005

Sales Tax; Protest & Declaratory Judgment

Claim Amount Reporting Period
\$750,946.09 03/01/98 - 06/30/01

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed. Whether Rule 3.346(b)(3)(A) is invalid and whether the Comptroller has authority to change its long-standing policy. Alternatively, whether penalty should be waived. Plaintiff also claims violation of rights under the Commerce and Due Process Clauses, and right to equal and uniform taxation. Plaintiff also seeks attorneys' fees.

Status: Answer filed.

Embassy Equity Development Corporation, et al. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004267 AG Case #: 062425566

Filed: 11/9/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$11,487.10	01/01/96 - 12/31/98 06/01/97 - 05/31/01
\$10,494.52	01/01/95 - 12/31/98
\$17,485.53	12/01/98 - 03/31/02
\$2,615.82	01/01/98 - 12/31/00
\$4,190.26	09/01/94 - 06/30/97
\$1,658.68	09/01/94 - 05/31/98
\$2,894.76	09/01/94 - 03/31/98
\$4,044.05	07/01/95 - 12/31/98 01/01/99 - 05/31/02
\$1,440.73	09/01/94 - 08/31/98

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Bonilla, Ray Ray, Wood & Bonilla, L.L.P. / Austin

Issue: Whether certain amenity and consumable items such as shampoo, stationery and similar items resold to hotel guests are exempt from sales tax as sales for resale.

Status: Answer filed.

Energy Education of Montana, Inc. v. Combs

Cause Number: D-1-GN-09-001249 AG Case #: 093120491

Filed: 4/17/2009

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$890,601.19	06/06/03 to 06/30/03

Counsel Associated With This Case:

Assistant Attorney General

Seaquist, Gunnar OAG Taxation / Austin

Opposing Counsel

Rogers, Harold D. Wichita Falls

Johnson III, Robert F. Gardere Wynne & Sewell / Dallas

Issue: Whether Plaintiff's purchase of an aircraft is non-taxable when the aircraft is delivered out of state and registered there.

Status: Citation issued.

Entertainment Publications, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-002240 AG Case #: 082517616
#03-08-00474-CV

Filed: 6/26/2008

Sales Tax; Protest

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Baker, Scott McGinnis, Lochridge & Kilgore, LLP / Austin

Galant, Carl

Issue: Whether Plaintiff may be considered a retailer under Tex. Tax Code §151.024, for fundraising materials that it provided to school groups, PTA's, and similar organizations. Whether Plaintiff is entitled to injunctive and declaratory relief. Whether the sale for resale exemption applies.

Status: Trial court denied Defendant's Plea to the Jurisdiction and granted a temporary injunction. Comptroller appealed 07/25/08. Joint Motion for Extension of Time to File Appellant's brief filed and granted on 10/10/08. Brief filed 11/12/08; oral argument requested. Appellee's brief filed 12/02/08. Appellant's Reply brief filed 12/22/08. Submitted on oral argument on 03/25/09.

Estee Lauder Services, Inc. v. Rylander, et al.

Cause Number: GN101312 AG Case #: 011439874

Filed: 5/1/2001

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$614,814.78	04/01/96 - 06/30/99

Counsel Associated With This Case:

Assistant Attorney General

Wolfe, Susan OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed.

Status: Answer filed.

Estee Lauder Services, Inc. v. Sharp, et al.

Cause Number: 98-03525

AG Case #: 98930358

Filed: 4/3/1998

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$472,225.00	01/01/89 - 09/30/92

Counsel Associated With This Case:

Assistant Attorney General

Wolfe, Susan OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed.

Status: Court sent Notice of DWOP for 12/20/00. Plaintiff filed Motion to Retain 12/15/00; granted 01/24/01. Court sent Notice of DWOP for 07/22/02. Plaintiff filed Motion to Retain 06/15/02; granted 02/03/03. See *Estee Lauder Services, Inc. v. Sharp, et al.*, Cause #98-03524.

Estee Lauder Services, Inc. v. Sharp, et al.

Cause Number: 98-03524

AG Case #: 98930367

Filed: 4/3/1998

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$748,773.00	10/01/92 - 03/31/96

Counsel Associated With This Case:

Assistant Attorney General

Wolfe, Susan OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lyda, Kirk

Issue: Whether written and other promotional materials incurred use tax when delivered into Texas to retailers. Issue of when and where ownership rights existed.

Status: Court sent Notice of DWOP for 12/20/00. Plaintiff filed Motion to Retain 12/15/00; granted 01/24/01. Court sent Notice of DWOP for 07/22/02. Plaintiff filed Motion to Retain 07/15/02; granted 02/03/03. Numerous scheduling orders have been entered in this case since 2003; the latest being 11/2006. Discovery in progress.

ExxonMobil Oil Corporation v. Combs, et al.

Cause Number: D-1-GN-07-001398 AG Case #: 072452881

Filed: 5/11/2007

Sales Tax; Protest

Claim Amount	Reporting Period
\$2,615,400.64	01/01/92 - 12/31/95

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Taylor, III, Jasper G. Fulbright & Jaworski / Houston
Chadha, Jayash M.

Issue: Whether tangible personal property with an operator is non-taxable as leased equipment. Whether shipping and freight charges paid directly by Plaintiff are non-taxable. Whether charges to maintain real property during a "turnaround" are taxable. Plaintiff requests that penalty be waived.

Status: Informal discovery conducted. Settlement negotiations in progress.

F M Express Food Mart, Inc., and Fouad Hanna Mekkessi v. Rylander, et al.

Cause Number: GN002724

AG Case #: 001353960

Filed: 9/15/2000

Sales Tax; Injunction

Claim Amount Reporting Period
\$360,671.05 12/01/90 - 11/30/97

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Isgitt, Percy L. "Wayne" Law Offices of Percy L. "Wayne" Isgitt, P.C. /
Houston

Issue: Whether Comptroller's "estimated audit" is invalid. Whether Plaintiffs are entitled to an injunction of collection and of cancellation of their sales tax permits. Whether Tax Code §§112.051, 112.052, 112.101 and 112.108 are unconstitutional violations of the open courts provision. Plaintiffs seek a re-audit and a refund of money paid under protest in excess of the re-audited amount.

Status: Discovery in progress.

First Class Enterprises, Inc. v. Combs, et al.

Cause Number: D-1-GN-09-001271 AG Case #: 093120772

Filed: 4/17/2009

Sales and use Tax; Declaratory Judgment & Injunction

Claim Amount Reporting Period
\$150,000.00 10/01/00 through 04/30/04

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Fowler, Gerald Fife Houston

Issue: Whether Plaintiff is liable for tax as successor when assessment was made after Plaintiff bought business.

Status: Citation issued.

Florida Management, Inc., et al. v. Compt., et al.

Cause Number: D-1-GN-08-004244 AG Case #: 083091280

Filed: 11/21/2008

Sales and use Tax; Protest

Claim Amount Reporting Period
\$85,965.30 Oct. 1, 2001 - Dec. 31, 2003

Counsel Associated With This Case:

Assistant Attorney General

Seaquist, Gunnar OAG Taxation / Austin

Opposing Counsel

Stratton, C. Mark Austin
Lyon, Ted B. Mesquite

Issue: Whether Plaintiff is a "retailer" or "seller" for the sales tax. Whether sale of an airplane in connection with an unpaid loan is a taxable transaction.

Status: Answer filed.

Frito-Lay, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-004051 AG Case #: 082539784 Filed: 11/7/2008

Sales and use Tax; Refund

Claim Amount Reporting Period
\$450,735.13 11/01/1999 thru 12/31/2003

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Plaintiff claims the manufacturing exemption for tangible personal property used to develop and test new products and manufacturing processes.

Status: Discovery in progress.

General Dynamics Corporation v. Rylander, et al.

Cause Number: GN201322 AG Case #: 021598057 Filed: 4/22/2002

Sales Tax; Refund

Claim Amount Reporting Period
\$7,000,000.00 09/01/88 - 11/30/91

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert.

Status: Answer filed.

General Dynamics Corporation v. Rylander, et al.

Cause Number: GN201323

AG Case #: 021598073

Filed: 4/22/2002

Sales Tax; Refund

Claim Amount	Reporting Period
\$4,500,000.00	12/01/91 - 02/28/93

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert.

Status: Answer filed.

Geoscapes of Texas, Inc. v. State of Texas, et al.

Cause Number: D-1-GN-08-004185 AG Case #: 083091967

Filed: 11/18/2008

Sales and use Tax; Protest

Claim Amount	Reporting Period
\$364,905.81	07/01/02 through 02/28/06

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Tourtellotte, Tom Hance Scarborough Wright Woodward &
Weisbart, L.L.P. / Austin

Issue: Plaintiff seeks a declaration that materials used in landscaping services qualified for the sale for resale exemption. Plaintiff also claims detrimental reliance and that it did not qualify as a contractor. Plaintiff also seeks injunctive relief.

Status: Injunction hearing passed by agreement. Discovery in progress. Settlement negotiations in progress.

Gift Box Corporation of America, Inc. v. Rylander, et al.

Cause Number: GN102934

AG Case #: 011492865

Filed: 9/5/2001

Sales Tax; Protest

Claim Amount	Reporting Period
\$359,929.22	10/1991 - 03/1997

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Lipstet, Ira A. DuBois Bryant Campbell & Schwartz, L.L.P. /
Austin

Issue: Whether additional resale certificates should have been accepted for Plaintiff's sales of boxes and packaging materials.

Status: Case reinstated. Plaintiff to make settlement offer.

Golf Works, Inc. vs Susan Combs, Compt., et al.

Cause Number: D-1-GN-08-000129 AG Case #: 082491648

Filed: 1/9/2008

Sales Tax; Protest

Claim Amount	Reporting Period
\$286,683.00	1/1/01 - 12/31/03

Counsel Associated With This Case:

Assistant Attorney General

Wolfe, Susan OAG Taxation / Austin

Opposing Counsel

Osterloh, Curtis J.

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether construction of golf courses is a taxable real property service.

Status: Discovery in progress.

Grocers Supply-Institutional-Convenience, Inc. v. Rylander, et al.

Cause Number: GN300904

AG Case #: 031782931

Filed: 3/20/2003

Sales Tax; Refund & Declaratory Judgment

Claim Amount Reporting Period

\$79,688.23 06/01/95 - 05/31/98

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis

OAG Taxation / Austin

Opposing Counsel

Cunningham, Judy M.

Attorney at Law / Austin

Issue: Whether Plaintiff's purchase of electricity used to lower the temperature of food products is exempt as electricity used in processing.

Status: Discovery in progress.

GSC Enterprises, Inc. v. Strayhorn, et al.

Cause Number: GN501091

AG Case #: 052132271

Filed: 4/7/2005

Sales Tax; Refund & Declaratory Judgment

Claim Amount Reporting Period

\$241,656.28 02/01/97 - 04/30/00

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis

OAG Taxation / Austin

Opposing Counsel

Cunningham, Judy M.

Attorney at Law / Austin

Issue: Whether electricity used to lower the temperature of food products is exempt as electricity used in processing. Whether the Comptroller violated the rules of statutory

construction. Plaintiff claims violation of equal and uniform taxation. Plaintiff also seeks attorneys' fees.

Status: Discovery in progress.

GTE Mobilnet of the Southwest, L.L.C. v. Strayhorn, et al.

Cause Number: GN501921

AG Case #: 052163441

Filed: 5/27/2005

Sales Tax; Protest

Claim Amount	Reporting Period
\$130,801.55	10/01/91 - 12/31/94

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether Plaintiff used the proper sampling method to determine the amount of credit/reimbursement due on bad debt deductions. Plaintiff seeks waiver of penalty assessed in the audit. Plaintiff also claims violation of due course of law, due process, equal and uniform taxation, equal rights, equal protection, and other provisions of the Texas Tax Code, Rules, Texas and U.S. Constitutions.

Status: Motion to Retain granted 05/28/08. Trial setting for 11/09/09 at 9:00 a.m.

GTE Mobilnet of the Southwest, L.L.C. v. Strayhorn, et al.

Cause Number: D-1-GN-06-000649 AG Case #: 062295480

Filed: 2/23/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$1,193,519.44	10/01/91 - 12/31/94

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Sigel, Doug

Issue: Whether tangible personal property used or consumed in providing telecommunications is exempt from sales tax. Whether electricity is exempt because of use in a manufacturing area.

Status: Trial set for 12/14/09.

GTE Southwest, Inc. v. Combs, et al.

Cause Number: D-1-GN-07-000058 AG Case #: 072433519

Filed: 1/8/2007

Sales Tax; Refund

Claim Amount	Reporting Period
\$260,313.96	01/01/96 - 02/28/98

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether telecommunication signals constitute tangible personal property exempt from tax under the manufacturing and processing exemption. Whether equipment used in or during the processing of telecommunication signals causes a physical change to the signals. Whether the processing of telecommunication signals, which Plaintiff claims are tangible personal property, should be treated as a sale.

Status: Answer filed.

GTE Southwest, Inc. v. Strayhorn, et al.

Cause Number: GN501139 AG Case #: 052132818

Filed: 4/11/2005

#03-08-00561-CV

Sales Tax; Refund

Claim Amount	Reporting Period
\$22,847,194.00	01/01/95 - 02/28/98

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Hagenswold, R. Eric
Osterloh, Curtis J.

Issue: Whether equipment purchased by Plaintiff to provide customers-subscribers telecommunications products is exempt as tangible personal property used in manufacturing and processing or as tangible personal property that was resold. Whether penalty should be waived because Plaintiff had substantial overpayment during the audit period.

Status: Answer filed. Plaintiff filed Motion for Partial Summary Judgment 01/25/08. Motion set for 07/02/08. Defendants filed Cross-motion for Summary Judgment 06/03/08. Additional Response to Plaintiff's Motion for Partial Summary Judgment filed by Defendant on 06/24/08. Plaintiff's Reply to Defendants' MSJ filed 06/24/08. Summary judgment motions heard 07/02/08. Defendants' motion granted and Plaintiff's motion denied 08/18/08. Plaintiff filed notice of appeal on 09/10/08. Appellant's Motion for Extension of Time to File brief filed and granted 11/05/08. Brief filed 12/08/08. Appellee's Motion for Extension of Time to File Brief filed and granted 12/18/08. Appellee's Brief filed 02/27/09; oral argument requested. Appellant's reply brief filed 04/02/09.

GTE Southwest, Inc. v. Strayhorn, et al.

Cause Number: GN501829 AG Case #: 052154143 Filed: 5/19/2005
Sales Tax; Refund

Claim Amount	Reporting Period
\$14,000,000.00	10/01/93 - 02/28/98
\$72,000,000.00	03/01/98 - 12/31/02

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Osterloh, Curtis J.

Issue: Whether equipment purchased by Plaintiff to provide customers-subscribers telecommunications products is exempt as tangible personal property used in manufacturing and processing or as tangible personal property that was resold. Whether penalty should be

waived because Plaintiff had substantial overpayment during the audit period.

Status: Court order signed 02/03/08 to consolidate with case styled GTE Southwest, Inc. v. Strayhorn, et al., Cause #GN504191.

GTE Southwest, Inc. v. Strayhorn, et al.

Cause Number: GN502330

AG Case #: 052177326

Filed: 7/6/2005

Sales Tax; Refund

Claim Amount	Reporting Period
\$2,615,825.26	05/01/91 - 02/28/98

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether equipment purchased by Plaintiff to provide customers-subscribers telecommunications products is exempt as tangible personal property used in manufacturing and processing or as tangible personal property that was resold. Whether penalty should be waived because Plaintiff had substantial overpayment during the audit period.

Status: Answer filed.

GTE Southwest, Inc. v. Strayhorn, et al.

Cause Number: GN504191

AG Case #: 052252699

Filed: 11/22/2005

Sales Tax; Refund

Claim Amount	Reporting Period
\$260,489.27	01/01/96 - 02/28/98

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Sigel, Doug

Issue: Whether equipment purchased by Plaintiff to provide customers-subscribers telecommunications products is exempt as tangible personal property used in manufacturing and processing or as tangible personal property that was resold.

Status: Case consolidated into case styled GTE Southwest, Inc. v. Strayhorn, et al., Cause #GN501829 per court order signed 02/03/08.

GTE Southwest, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-003732 AG Case #: 062412887

Filed: 9/29/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$2,900,000.00	03/01/98 - 12/31/02

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether electricity purchased by Plaintiff to perform telecommunications services is exempt as tangible personal property that was resold. Whether tangible personal property used or consumed in providing telecommunications is exempt from sales tax. Whether electricity is exempt because of use in a manufacturing area.

Status: Answer filed.

GTE Southwest, Inc. vs Compt., et al.

Cause Number: D-1-GN-08-001419 AG Case #: 082507401

Filed: 4/24/2008

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$694,870.88	May-June 2004

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.
Langenberg, Ray
Sigel, Doug

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff may recover additional interest and payment discounts on taxes for which it provided a refund assignment.

Status: Answer filed.

Harsco Corp. vs Combs, et al.

Cause Number: D-1-GN-07-004512 AG Case #: 082486747

Filed: 12/28/2007

Sales Tax; Protest

Claim Amount	Reporting Period
\$886,138.23	02/01/97-06/30/01

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A.

OAG Taxation / Austin

Opposing Counsel

Martin, Mark R.

Gardere Wynne & Sewell / Dallas

Issue: Whether scaffolding is exempt. Whether interest and penalty should be waived. Whether interest was properly calculated.

Status: Hearing on Plaintiff's Motion for Partial Summary Judgment to be reset to the week of 08/10/09.

Health Care Service Corp., et al. vs. Compt., et al.

Cause Number: D-1-GN-08-001771 AG Case #: 082512302

Filed: 5/23/2008

Sales Tax; Refund

Claim Amount	Reporting Period
\$1,475,798.29	1-1-1999 through 12-31-2003

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B.

OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff is entitled to the resale exemption pursuant to the Day & Zimmerman and Raytheon cases.

Status: Answer filed.

Home & Garden Party, Ltd. v. Strayhorn, et al.

Cause Number: D-1-GN-06-001392 AG Case #: 062311402

Filed: 4/21/2006

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$791,634.49	01/01/98 - 05/31/04

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Brophy, Jr., Richard E. Beard Kultgen Brophy Bostwick & Dickson,
L.L.P. / Waco

Hobbs, Mark C.

Issue: Whether packaging materials and supplies used in the manufacturing of tangible personal property for sale are exempt under the sale for resale exemption. Plaintiff claims unconstitutional administrative discrimination and violation of due process and equal protection under the U.S. and Texas Constitutions.

Status: Trial set for 10/05/09.

Home Depot, USA, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002463 AG Case #: 062380324

Filed: 7/6/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$2,595,000.00	01/01/95 - 12/31/99

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray
Sigel, Doug

Issue: Whether Plaintiff may take bad debt credit under private label credit agreement.

Status: Answer filed.

Hoss Equipment Co. v. Combs, et al.

Cause Number: D-1-GN-09-000614 AG Case #: 093107316

Filed: 2/25/2009

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$29,452.00	(plus interest and penalty) 7/1/00-2/29/04

Counsel Associated With This Case:

Assistant Attorney General

Seaquist, Gunnar OAG Taxation / Austin

Opposing Counsel

Sigel, Doug Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff made sales for resale and should not be bound by the limits of the 60-day letter. Whether Plaintiff made exempt sales for export. Plaintiff also seeks penalty and interest waiver.

Status: Answer filed.

I-Ball Corp., dba The Gatsby Social Club v. Combs, et al.

Cause Number: D-1-GN-07-001100 AG Case #: 072449465

Filed: 4/13/2007

Sales Tax; Declaratory Judgment

Claim Amount	Reporting Period
\$81,872.57	07/01/00 - 09/30/03

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Monshaugen, Ronald A. Monshaugen & Van Huff, P.C. / Houston
Van Huff, Albert T.
Gaunt, Deborah L.

Issue: Whether the Plaintiff is liable for sales tax on admission/cover fees into its facility for promotional events held by a contracted third party.

Status: Plaintiff's First Amended Petition filed 10/18/07, seeking to recover sales tax paid under protest. Defendants' Amended Original Answer filed 10/23/07. Settlement discussions in progress.

J.C. Penney Company, Inc. v. Strayhorn, et al.

Cause Number: GN300883

AG Case #: 031770613

Filed: 3/19/2003

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$951,802.17	01/01/91 - 03/31/93

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lochridge, Robert

Issue: Whether Plaintiff owes use tax on paper, ink and the printing of catalogs printed out-of-state. Whether local use tax in McAllen, Texas applies to Plaintiff's aircraft. Alternatively, whether the printing service is performed outside Texas. Whether a sales and use tax on the catalogs violates the Commerce Clause, due process or equal protection. Plaintiff also seeks declaratory relief and attorneys' fees.

Status: Answer filed.

J.C. Penney Company, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002496 AG Case #: 062381678

Filed: 7/7/2006

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$4,007,735.00	04/01/93 - 06/30/97

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Cowling, David E.
Lyda, Kirk
Schenck, David J.

Jones Day / Dallas

Issue: Whether Plaintiff owes sales or use tax on paper, ink and printing labor of catalogs printed out-of-state; on unidentified transactions used in the CAMS sample; on duplicated software licenses distributed to users outside of Texas; on catalogs and promotional materials mailed and distributed into Texas; and wrapping and packaging supplies used to package goods for delivery to customers. Plaintiff claims violation of the Commerce Clause and the Due Process Clause, and equal and uniform protection. Plaintiff also seeks declaratory relief and attorneys' fees.

Status: Answer filed.

Jerman Cookie Company v. Rylander, et al.

Cause Number: GN101492

AG Case #: 011451598

Filed: 5/16/2001

#03-08-00562-CV

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$43,121.45	12/01/92 - 03/31/97

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis

OAG Taxation / Austin

Opposing Counsel

Williard, Steve M.

Meyer, Knight & Williams / Houston

Knight, L. Don

Issue: Whether Plaintiff's sales of cookies and brownies are taxable under Tax Code 151.314(c)(3) and Comptroller Rule 3.293 as food products served, prepared, or sold ready for immediate consumption.

Status: Amended Petition filed. Discovery in progress. Plaintiff's Motion to Retain filed 07/13/05; granted 10/03/05. Hearing on Cross-Motions for Summary Judgment held 06/09/08. Trial Court's Judgment granting Defendants' Cross-Motions for Summary Judgment entered 06/25/08. Notice of Appeal filed 09/11/08. Clerk's Record filed 09/25/08. Appellant's brief filed 11/24/08. Appellees' Motion for Extension of Time to File Brief filed and granted 12/19/08. Appellees' brief filed 01/12/09. Appellant's Reply Brief filed 01/29/09. Set for submission on oral argument on 02/25/09. Appellees' Motion to Postpone Oral Argument filed 02/09/09. Submitted on oral argument on 04/24/09.

Kenneth O. Lester Co., et al. v. Susan Combs, Compt., et al.

Cause Number: D-1-GN-08-003762 AG Case #: 082534553

Filed: 10/17/2008

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$180,000.00	Sept. 1, 1999 through Feb. 29, 2004

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Cunningham, Judy M. Attorney at Law / Austin

Issue: Whether Plaintiff's purchase of electricity is exempt as electricity used in processing when Plaintiff lowers the temperature of food products. Whether packing supplies, replacement parts, and repairs are exempt.

Status: Answer filed.

Kroger Texas, LP v. Compt., et al.

Cause Number: D-1-GN-08-004103 AG Case #: 083091355

Filed: 11/12/2008

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$298,318.00	Jan. 01, 2001 through June 30, 2002

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Langenberg, Ray Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether wrapping and packaging materials used in Plaintiff's supermarkets qualify for the manufacturing exemption. Whether Plaintiff's refrigeration and freezer units are exempt for manufacturing or health purposes. Whether waste removal services are for removal of industrial solid waste. Whether certain repair services were non-taxable repairs of property damaged in natural disasters.

Status: Answer filed.

La Frontera Lodging Partners, L.P., Tex-Air Investment Company, John Q. Hammons Hotels Two, L.P. and John Q. Hammons Hotels, L.P. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004633 AG Case #: 062430566

Filed: 12/15/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$6,958.18	07/01/00 - 06/30/04
\$5,591.87	07/01/00 - 06/30/04
\$31,330.82	07/01/00 - 06/30/04
\$21,811.57	07/01/00 - 06/30/04

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Bonilla, Ray Ray, Wood & Bonilla, L.L.P. / Austin

Issue: Whether certain amenity and consumable items such as shampoo, stationery and similar items resold to hotel guests are exempt from sales tax as sales for resale.

Status: Answer filed.

Laredo Coca-Cola Bottling Company, and Coca-Cola Enterprises, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-03-000575 AG Case #: 031759657
#03-09-00157-CV

Filed: 2/21/2003

Sales Tax; Refund

Claim Amount	Reporting Period
\$6,726.00	05/01/93 - 06/30/96
	10/01/91 - 06/30/96
\$591,086.00	01/01/90 - 12/31/92
	07/01/91 - 06/30/96

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Osterloh, Curtis J.

Issue: Whether post-mix machines qualify for manufacturing tax exemption. Whether some of the machines also qualify for the sale for resale exemption, because Plaintiff received consideration even if not valued in money.

Status: Plaintiffs filed a Motion for Summary Judgment 04/23/05. Discovery in progress. Court ruled in favor of Defendants Motion for Summary Judgment. Plaintiffs filed Notice of Appeal on 03/26/09.

Laredo Coca-Cola Bottling Company, and Coca-Cola Enterprises, Inc. v. Strayhorn, et al.

Cause Number: GN401379 AG Case #: 041964941 Filed: 4/30/2004
Sales Tax; Refund

Claim Amount	Reporting Period
\$18,579.66	05/01/93 - 06/30/96
	10/01/91 - 06/30/96
\$443,299.77	01/01/90 - 12/31/92
	07/01/91 - 06/30/96

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Osterloh, Curtis J.

Issue: Whether Plaintiff owes sales tax on the purchase of money validators due to the integration of the validators into the final product, the vending machine.

Status: Discovery in progress. Defendants' Motion to Strike Deemed Admissions granted 02/20/09. Defendants' Amended Responses to Plaintiff's Second Requests for Admissions signed 02/23/09. Discovery in progress.

Lee Construction and Maintenance Company v. Rylander, et al.

Cause Number: 99-01091

AG Case #: 991112160

Filed: 1/29/1999

Sales Tax; Protest

Claim Amount	Reporting Period
\$31,830.47	01/01/92 - 12/31/95

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Trickey, Timothy M. The Trickey Law Firm / Austin

Issue: Various issues, including credits for bad debts, tax paid, tax on new construction and tax paid in Louisiana, resale exemptions and waiver of penalty and interest.

Status: Settlement negotiations pending. Trial to be reset. Motion to Retain filed by Plaintiff 11/29/06. Order granting Motion to Retain signed 03/27/07.

Levy, Tara, et al. v. OfficeMax, Inc. and Best Buy Stores, L.P.

Cause Number: GN201252

AG Case #: 041926635

Filed: 1/1/1901

#03-06-00391-CV

Sales Tax; Declaratory Judgment

Claim Amount	Reporting Period
\$0.00	N/A

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Perlmutter, Mark L. Perlmutter & Schuelke, L.L.P. / Austin
Schuelke, C. Brooks

Issue: Plaintiff claims a refund for the class of persons who paid sales tax on rebates. Plaintiff seeks declaratory judgment interpreting Texas Tax Code Sections pertaining to cash discounts and exemption from sales tax.

Status: Class-action suit. Comptroller named defendant. Comptroller's Plea to the Jurisdiction and Plaintiffs' Motion for Declaratory Judgment heard 10/19/04. Plea granted. Court requested briefs to address whether any part of case survives the Amended Order dismissing all claims against the Comptroller. Court signed order of severance and Notice of Appeal filed by

Plaintiffs 07/06/06 to include all parties. Clerk's Record filed 08/07/06. Appellants' brief due 10/30/06. Appellees' brief due 11/29/06. Appellant filed amended docketing statement 10/20/06 excluding Comptroller from appeal. Oral argument held 03/07/07. Affirmed in part, reversed in part. Settlement class approved by preliminary order. Plaintiffs have filed a refund claim.

Liberty Vending Services, Inc. v. Strayhorn, et al.

Cause Number: GN502836

AG Case #: 052198108

Filed: 8/11/2005

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$9,000.00	10/01/98 - 06/30/02

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Martens, James F. Martens & Associates / Austin

Mondrik, Christina A. Mondrik & Associates / Austin

Issue: Whether Plaintiff is liable for sales and use tax on sales of food items, soft drinks and candy sold through contracted vending machines located at exempt locations. Whether the Comptroller improperly categorized certain food item purchases as taxable. Plaintiff seeks injunctive relief and release of all state tax liens. Plaintiff claims violation of constitutional rights and equal protection and equal taxation. Plaintiff also claims violation of the Commerce Clause and the Supremacy Clause.

Status: Answer filed.

Lockheed Corporation v. Rylander, et al.

Cause Number: GN201000

AG Case #: 021583745

Filed: 3/26/2002

D-1-GN-02-001000

Sales Tax; Refund

Claim Amount	Reporting Period
\$7,000,000.00	03/01/93 - 01/31/96

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert.

Status: Plaintiff filed Motion to Retain; granted 05/23/07.

Lockheed Martin Corporation v. Rylander, et al.

Cause Number: GN200999

AG Case #: 021583737

Filed: 3/26/2002

Sales Tax; Refund

Claim Amount	Reporting Period
\$3,500,000.00	01/01/96 - 09/30/97

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B.

OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert.

Status: Answer filed.

Lockheed Martin Kelly Aviation Center, Inc. v. Strayhorn, et al.

Cause Number: GN400625

AG Case #: 041928870

Filed: 2/26/2004

Sales Tax; Refund

Claim Amount	Reporting Period
\$1,025,000.00	01/01/99 - 12/31/00

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B.

OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.

Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray
Sigel, Doug

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in *Day & Zimmerman v. Calvert*.

Status: Answer filed.

Lone Star Steel Company v. Strayhorn, et al.

Cause Number: D-1-GN-06-000500 AG Case #: 062286174

Filed: 2/9/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$350,000.00	12/01/97 - 11/30/01

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Gilliland, David H. Clark, Thomas & Winters / Austin
Smith, L. G. (Skip)

Issue: Whether Plaintiff's horizontal rollers used to alter steel strips qualify for the manufacturing exemption. Whether the horizontal rollers are consumed and become an ingredient or component part of the steel strip during the production process and exempt under the sale for resale exemption. Whether the Comptroller used the proper calculation method for interest applied to tax overpayments.

Status: Court sent Notice of Setting for DWOP on 02/29/08. Motion to Retain filed and granted 12/23/08. Scheduling order filed 01/22/09. Exemption claim dropped: Summary Judgment hearing set for 06/29/09 on interest calculations only.

Macy's TX I, LP, Successor in Interest to the May Department Stores Company v. Strayhorn, et al.

Cause Number: D-1-GN-06-003122 AG Case #: 062403712

Filed: 8/24/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$275,000.00	04/01/96 - 03/31/99

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether Plaintiff is entitled to a refund of tax on industrial solid waste removal services, purchases of wrapping and packaging supplies, installation labor, purchases for sale for resale, and temporary storage of tangible personal property.

Status: Settlement negotiations in progress.

Marco A. Mascorro v. Compt., et al.

Cause Number: CL-09-0255-B AG Case #: 093103745 Filed: 1/30/2009

Sales Tax; Declaratory Judgment & Injunction

Claim Amount	Reporting Period
\$88,708.86	08/01/2004 through 12/31/2007

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

McKinnis, Kelly McAllen

Issue: Plaintiff seeks declaratory and injunctive relief regarding the suspension of his sales tax permit. Plaintiff claims he should have received a redetermination hearing on an audit liability for export transactions.

Status: Original Answer, Plea to the Jurisdiction, and Motion to Transfer of Defendant signed 02/12/09. Tentative agreement reached.

Mars, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-004471 AG Case #: 093096741 Filed: 12/12/2008

Sales and use Tax; Protest & Refund

Claim Amount	Reporting Period
\$804,889.00	10/1/1997 through 12/31/2001

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff's purchases of certain equipment and related items are exempt from sales tax under the manufacturing exemption. Whether Plaintiff's purchases of magazine subscriptions are exempt from sales tax. Whether Plaintiff's purchases of waste removal services are exempt from sales tax.

Status: Discovery in progress.

Mars, Inc. v. Strayhorn, et al.

Cause Number: GN401349

AG Case #: 041965336

Filed: 4/29/2004

Sales Tax; Refund

Claim Amount	Reporting Period
\$726,024.00	01/01/94 - 09/30/97

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Hagenswold, R. Eric

Issue: Whether Plaintiff's purchases of certain equipment and related items are exempt from sales tax under the manufacturing exemption. Whether Plaintiff's purchases of installation labor are exempt as purchases of non-taxable stand-alone installation services.

Status: Discovery in progress. Trial passed by agreement.

Matoka, Inc. vs. Compt., et al.

Cause Number: D-1-GN-08-001217

AG Case #: 082505595

Filed: 4/10/2008

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$171,963.00	04/01/2001 through 11/30/2004

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Mondrik, Christina A. Mondrik & Associates / Austin

Issue: Whether Plaintiff is engaged in non-taxable erosion control services. Whether the essence of Plaintiff's transactions is services. Whether Plaintiff's services are exempt as environmental services. Whether Rule 3.291 is invalid. Whether the Comptroller violated equal protection and the Commerce Clause. Plaintiff also seeks penalty and interest abatement and declaratory relief.

Status: Answer filed.

Maxus Energy Corporation as Successor in Interest to Maxus Corporate Company v. Strayhorn, et al.

Cause Number: GN404187

AG Case #: 052082260

Filed: 12/27/2004

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$1,794,780.29	09/01/95 - 12/31/98

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lochridge, Robert

Issue: Whether items purchased by Plaintiff to be exported outside of the U.S. by a freight consolidator and not invoiced individually are exempt from sales and use tax. Whether the Comptroller's auditing techniques can assess tax on transactions previously audited and non-assessed. Whether Plaintiff "purchased" or "rented" software, and whether services provided to implement the software are taxable. Whether services performed on tangible personal property provided by a third party are exempt from sales and use tax. Plaintiff claims violation of equal and uniform taxation, and due process. Plaintiff also seeks declaratory relief and attorneys' fees.

Status: Answer filed.

Northrop Grumman Systems Corporation (Successor to Northrop Grumman Corporation and Vought Aircraft Company) v. Rylander, et al.

Cause Number: GN201344

AG Case #: 021607155

Filed: 5/1/2002

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$1,600,000.00	09/01/92 - 11/30/95

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Bernal, Jr., Gilbert J. Stahl, Bernal & Davies / Austin

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in *Day & Zimmerman v. Calvert*. Plaintiff claims that collection of the tax violates the Supremacy Clause as a tax on the U.S. government and that the Comptroller violated the constitutional requirements of equal protection and equal taxation by denying the refund claim. Plaintiff also seeks attorneys' fees.

Status: Answer filed.

Office Depot, Inc. and Viking Office Products, Inc. v. Combs, et al.

Cause Number: D-1-GN-07-004220 AG Case #: 072484710

Filed: 12/7/2007

Sales Tax; Protest & Refund

Claim Amount	Reporting Period
\$1,827,565.08	11/01/98 - 07/31/02

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether sales to unidentified customers were treated correctly. Whether tax was improperly assessed or paid on various transactions. Whether out of state items were treated correctly.

Status: Settlement negotiations in progress.

Office Depot, Inc., et al. v. Compt., et al.

Cause Number: D-1-GN-08-004031 AG Case #: 083091207

Filed: 11/6/2008

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$3,430,000.00	Aug. 1, 1998 - July 31, 2002

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Plaintiff brings about twenty different sales and use tax claims including transactions for which customer identities are unavailable, exemption certificates, out of state use, packaging, and various service issues.

Status: Settlement negotiations and informal discovery in progress.

Office Depot, Inc., Successor to Office Depot Business Services Division (aka Office Depot Business Services, Inc.) and Office Depot of Texas, Inc. v. Strayhorn, et al.

Cause Number: GN503442

AG Case #: 052217601

Filed: 9/22/2005

Sales Tax; Protest

Claim Amount	Reporting Period
\$1,552,785.55	01/01/94 - 07/31/98
	01/01/94 - 12/31/95
	07/01/92 - 12/31/93

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Sigel, Doug

Issue: Whether transactions for which customer identities are unavailable are taxable. Whether the Comptroller used the proper sampling procedure. Whether the proper error rate for assessed sales transactions with missing customer information was used. Plaintiff also claims violation of equal and uniform taxation, the Equal Rights Clause, the Equal Protection Clause, due course of law and Due Process Clause.

Status: Settlement negotiations and informal discovery in progress.

Office Depot, Inc., Successor to Office Depot Business Services Division (aka Office Depot Business Services, Inc.) and Office Depot of Texas, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-000041 AG Case #: 062269014

Filed: 1/5/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$1,552,785.55	01/01/94 - 07/31/98
	01/01/94 - 12/31/95
	07/01/92 - 12/31/93

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Sigel, Doug

Issue: Whether transactions for which customer identities are unavailable are taxable. Whether the Comptroller improperly extrapolated the error rate associated with tax-exempt copier lease payments over an under-valued population base.

Status: Settlement negotiations and informal discovery in progress.

Olarnpunsagoon, Suchon v. Combs, et al.

Cause Number: D-1-GN-07-000134 AG Case #: 072436124

Filed: 1/18/2007

Sales Tax; Declaratory Judgment

Claim Amount	Reporting Period
\$57,808.30	10/01/00 - 03/31/04

Counsel Associated With This Case:

Assistant Attorney General

Seaquist, Gunnar OAG Taxation / Austin

Opposing Counsel

Tourtellotte, Tom Hance Scarborough Wright Woodward &
Weisbart, L.L.P. / Austin

Issue: Plaintiff claims the estimating method used by the Comptroller's office resulted in a significantly large amount of tax due to the State. Plaintiff claims if actual records were used for the audit little, if any, tax would be owed. Plaintiff also claims the methodology used did not allow credits.

Status: Jury trial set for 07/21/08. Trial passed by agreement.

Olmos Abatement, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-004361 AG Case #: 083092882

Filed: 12/3/2008

Sales and use Tax; Protest

Claim Amount	Reporting Period
\$9,739.97	10/01/01 through 12/31/04

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Trickey, Timothy M. The Trickey Law Firm / Austin

Issue: Whether expense items used in the asbestos abatement process are exempt. Whether the items were resold to the exempt entities for whom the services were performed.

Status: Citation issued.

Reynolds Metals Co. vs. Combs, et al.

Cause Number: D-1-GN07003574 AG Case #: 072477284

Filed: 10/18/2007

Sales Tax; Refund

Claim Amount	Reporting Period
\$486,159.70	Feb. 1, 1990 through Feb. 28, 1994

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Hagenswold, R. Eric

Issue: Whether ship unloaders qualify as rolling stock and exempt from sales tax. Whether replacement parts and services for the unloaders are exempt. Whether denying the exemption violates equal protection.

Status: Answer filed.

Reynolds Metals Company v. Strayhorn, et al.

Cause Number: GN401468

AG Case #: 041970799

Filed: 5/7/2004

#03-07-00709-CV

Sales Tax; Refund

Claim Amount	Reporting Period
\$227,094.25	03/01/94 - 12/31/00

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Sigel, Doug

Issue: Whether conveyors and weigh-ometers are exempt as manufacturing equipment or taxable as intraplant transportation. Whether repair and replacement parts for the conveyors are exempt from sales tax as purchases of pollution control equipment used in manufacturing and purchases of environmental repairs. Whether ship unloaders qualify as rolling stock and exempt from sales tax. Plaintiff also claims violation of equal and uniform taxation and equal protection.

Status: Partial Summary Judgment granted for Comptroller on the rolling stock issue. Taxpayer dropped all other issues. Appeal filed by Plaintiff on 12/14/07. Appellant's brief filed 02/04/08; Oral Argument requested. Appellees' brief filed 03/19/08; Oral Argument requested. Appellant's Reply brief filed 04/08/08. Submitted on briefs 08/21/08. Opinion issued 02/04/09, affirming district court's judgment. Appellant's Motion for Extension of Time

to File Motion for Rehearing filed and granted 02/17/09. Motion for Rehearing filed 03/12/09. Memorandum Opinion reissued 04/08/09 overruling the motion and concluding that the district court did not err in granting summary judgment that Reynolds' purchases do not qualify under the exemption. Appellant's Motion for Rehearing denied 04/08/09.

Richard's Heating & Air Conditioning, Inc. v. State of Texas, et al.

Cause Number: C-1-CV-08-006490 AG Case #: 082517020 Filed: 6/30/2008

Sales and use Tax; Injunction

Claim Amount	Reporting Period
\$325,245.13	Apr. 1, 2003 - Aug. 31, 2005

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Leeper, David P. El Paso

Issue: Whether sales tax was correctly calculated. Whether Plaintiff qualifies for insolvency relief. Plaintiff seeks injunctive relief, damages, and attorney's fees.

Status: Answer filed.

Roadway Express, Inc. v. Rylander, et al.

Cause Number: GN002831 AG Case #: 001357631 Filed: 9/25/2000

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$713,686.05	04/01/88 - 05/31/92
\$206,053.87	04/01/88 - 05/31/92

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Cowling, David E. Jones Day / Dallas
Lochridge, Robert

Issue: Whether various equipment used by the Plaintiff with its trucks is exempt from use tax as tangible personal property sold to a common carrier for use outside the state. Alternatively,

whether the equipment had been taxed as vehicle components under the interstate motor carrier tax and could not be taxed as “accessories.” Alternatively, whether taxing 100% of the value of the equipment violates the Commerce Clause because of a lack of substantial nexus and of fair apportionment. Whether all tax was paid on Plaintiff’s repair and remodeling contracts and capital assets. Plaintiff also seeks declaratory relief and attorneys’ fees.

Status: Trial setting passed. Discovery in progress.

Roark Amusement & Vending, L.P. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004726 AG Case #: 072431166

Filed: 12/22/2006

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$1,027,105.00	10/01/00 - 02/29/04

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Martens, James F. Martens & Associates / Austin

Seay, Michael B.

Issue: Whether toys purchased for crane machines are tax exempt as sale for resale. Whether the service provided by crane machines is tax exempt as part of a taxable service. Whether the unsuccessful operation of a crane machine can include possession of a toy by the operator and constitute a legal rental. Whether operation of a crane machine results in the care, custody and control of the machine being transferred to the operator. Whether Plaintiff owes tax on rental payments of equipment located out-of-state. Plaintiff claims the Comptroller has erroneously applied statutes and rules, unconstitutionality of Comptroller Rule 3.301 and Tex. Tax Code §151.151, double taxation, violation of equal protection, due process, equal and uniform taxation, and seeks declaratory relief.

Status: Answer filed.

Roark Amusement & Vending, L.P. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004725 AG Case #: 072431158

Filed: 12/22/2006

Sales Tax; Protest

Claim Amount	Reporting Period
\$443,221.70	10/01/00 - 02/29/04

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Martens, James F. Martens & Associates / Austin
Seay, Michael B.

Issue: Whether toys purchased for crane machines are tax exempt as sale for resale. Whether the service provided by crane machines is tax exempt as part of a taxable service. Whether the unsuccessful operation of a crane machine can include possession of a toy by the operator and constitute a legal rental. Whether operation of a crane machine results in the care, custody and control of the machine being transferred to the operator. Whether Plaintiff owes tax on rental payments of equipment located out-of-state. Plaintiff claims the Comptroller has erroneously applied statutes and rules, unconstitutionality of Comptroller Rule 3.301 and Tex. Tax Code §151.151, double taxation, violation of equal protection, due process, equal and uniform taxation, and seeks declaratory relief.

Status: Answer filed.

Rockwell Collins, Inc. v. Rylander, et al.

Cause Number: GN203339

AG Case #: 021676788

Filed: 9/13/2002

Sales Tax; Refund

Claim Amount	Reporting Period
\$591,028.39	01/01/97 - 12/31/98

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Gilliland, David H. Clark, Thomas & Winters / Austin

Issue: Plaintiff claims a sale for resale exemption on items resold to the federal government. Plaintiff also claims a denial of equal protection and an exemption under §151.3111.

Status: Answer filed.

Salim Abbas Merchant v. Combs, et al.

Cause Number: D-1-GN-09-000511 AG Case #: 093107688

Filed: 2/17/2009

Sales and use Tax; Protest

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Canfield, George W. San Antonio

Issue: Plaintiff seeks review under the APA of a sales tax deficiency. Plaintiff claims that the Comptroller used unreliable data and incorrect mark-up percentages.

Status: Citation served.

San Antonio Spurs, L.L.C. v. Strayhorn, et al.

Cause Number: GN403429

AG Case #: 042050401

Filed: 10/15/2004

Sales Tax; Protest

Claim Amount	Reporting Period
\$913,435.03	06/01/97 - 06/30/00

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Osterloh, Curtis J.

Issue: Whether suite rental fees are exempt from sales tax as non-taxable rentals or licenses for the use of real property.

Status: Motion to Retain filed 08/20/07; granted 01/08/08.

Shanks Surveyors, L.L.P. v. Compt., et al.

Cause Number: 2008-42440

AG Case #: 082519802

Filed: 7/16/2008

Sales and use Tax; Injunction

Claim Amount	Reporting Period
\$36,869.68	Jan. 1, 2004 - Sep. 30, 2007

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

04/08/09.

Southern Union Company v. Strayhorn, et al.

Cause Number: D-1-GN-06-004637 AG Case #: 062430574

Filed: 12/15/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$747,733.01	07/01/93 - 06/30/97

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Hagenswold, R. Eric

Issue: Whether Plaintiff's purchases of gas pipes, valves and meters are exempt from sales and use tax as tangible personal property under the sale for resale exemption.

Status: Trial set for 08/13/09 at 2:00 p.m.

Southwest Food Processing & Refrigerated Services, aka Southwest Refrigerated Warehousing Services v. Rylander, et al.

Cause Number: GN103390

AG Case #: 011509668

Filed: 10/15/2001

Sales Tax; Protest

Claim Amount	Reporting Period
\$188,477.57	01/01/96 - 12/31/99

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Mott, H. Christopher Krafur Gordon Mott / El Paso

Issue: Whether Plaintiff owes tax on electricity used to freeze food items.

Status: Settlement in progress.

Southwestern Bell Telephone, L.P. v. Strayhorn, et al.

Cause Number: GN402300

AG Case #: 041998360

Filed: 7/22/2004

Sales Tax; Refund

Claim Amount	Reporting Period
\$291,516,385.00	06/01/05 - 12/31/98

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene	OAG Taxation / Austin
--------------	-----------------------

Opposing Counsel

Eidman, Mark W.	Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray	
Hagenswold, R. Eric	
Osterloh, Curtis J.	

Issue: Whether equipment used in telecommunications is exempt from sales tax under the manufacturing and processing exemption. Whether payphones purchased by Plaintiff to perform taxable telecommunications services qualify for the sale for resale exemption. Whether electricity purchased and resold as an integral part of other tangible personal property and used to perform taxable telecommunications services is exempt from sales tax. Whether stand-alone installation labor provided directly to a customer by a vendor or by a third-party installer is taxable.

Status: Court sent Notice of Setting for DWOP on 08/24/07. Plaintiff filed Motion to Retain, Memorandum in Support of Motion to Retain and proposed Order Granting Motion to Retain on 08/15/07. Order Granting Motion to Retain signed 01/08/08. Scheduling order filed.

Southwestern Bell Yellow Pages, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004500 AG Case #: 062428495

Filed: 12/1/2006

#03-07-00638-CV

#09-0372

Sales Tax; Refund

Claim Amount	Reporting Period
\$6,917,047.67	10/01/03 - 12/31/05

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B.	OAG Taxation / Austin
----------------	-----------------------

Opposing Counsel

Eidman, Mark W.
Langenberg, Ray
Sigel, Doug

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff owes use tax on printing charges for directories printed out-of-state but ultimately distributed within Texas. Plaintiff claims the directories were "manufactured" rather than "purchased" outside of Texas, resulting in the printing operations occurring outside of Texas and used and consumed outside of Texas.

Status: Defendant's Motion for Summary Judgment and Notice of Hearing filed 09/10/07. Plaintiff's reply filed 09/20/07. Motion for Summary Judgment hearing held 10/02/07. Defendant's Judgment granted 10/17/07. Plaintiff's Notice of Appeal filed 11/13/07. Clerk's record filed 12/13/07. Appellant's brief filed 01/11/08; Oral Argument requested. Appellee filed Motion for Extension of Time to File Brief 02/05/08; granted 02/06/08. Appellee's brief filed 02/25/08; Oral Argument requested. Appellant's Reply filed 03/17/08. Appellee's Motion to Postpone Oral argument filed and granted 05/20/08. Oral argument held 10/22/08. Opinion issued on 01/30/09, affirming the judgment. Appellant's Motion for Extension of Time to File Motion for Rehearing filed and granted 02/09/09. Motion for Rehearing filed 03/09/09; overruled 03/27/09. Petitioner's Motion for Extension of Time to File Petition for Review filed 05/05/09; granted 05/07/09. Petition due 06/09/09.

Spacenet Services, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002437 AG Case #: 062380332

Filed: 7/3/2006

Sales Tax; Protest

Claim Amount	Reporting Period
\$650,940.41	09/01/95 - 12/31/98

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene	OAG Taxation / Austin
--------------	-----------------------

Opposing Counsel

Eidman, Mark W.	Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray	
Sigel, Doug	

Issue: Whether Plaintiff owes no tax because it accepted resale certificates in good faith. Whether all penalty and interest should be waived.

Status: Discovery in progress. Plaintiff has made settlement offer and Defendants have responded.

Stantrans Partners, L.P. v. Strayhorn, et al.

Cause Number: GN502648

AG Case #: 052186624

Filed: 7/29/2005

Sales Tax; Refund

Claim Amount	Reporting Period
\$326,813.49	07/01/93 - 06/30/97

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A.	OAG Taxation / Austin
--------------------	-----------------------

Opposing Counsel

Eidman, Mark W.	Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray	
Sigel, Doug	

Issue: Whether purchases of tangible personal property for ultimate sale as tangible personal property are exempt from sales tax under the manufacturing and processing exemption. Whether gas and electricity purchased and used to process tangible personal property for sale as tangible personal property are exempt from sales tax under the manufacturing and processing exemption.

Status: Settlement negotiations in progress. Case consolidated with Stantrans Partners, L.P. v. Strayhorn, et al., Cause #D-1-GN-06-004583. Trial reset for September 2009.

Stantrans Partners, L.P. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004583 AG Case #: 062430343

Filed: 12/11/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$273,088.45	07/01/99 - 03/31/03

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A.	OAG Taxation / Austin
--------------------	-----------------------

Opposing Counsel

Eidman, Mark W.	Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray	
Sigel, Doug	

Issue: Whether purchases of tangible personal property for ultimate sale as tangible personal

property are exempt from sales tax under the manufacturing and processing exemption. Whether gas and electricity purchased and used to process tangible personal property for sale as tangible personal property are exempt from sales tax under the manufacturing and processing exemption.

Status: Settlement negotiations in progress. Case consolidated into Stantrans Partners, L.P. v. Strayhorn, et al., Cause #D-1-GN-05-002648. Trial reset for September 2009.

Sysco Food Services of Austin, Inc. v. Strayhorn, et al.

Cause Number: GN400465

AG Case #: 041925850

Filed: 2/17/2004

Sales Tax; Protest

Claim Amount	Reporting Period
\$92,357.48	05/01/98 - 04/30/01

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Osterloh, Curtis J.

Issue: Whether electricity used to lower the temperature of food products is exempt as electricity used in processing.

Status: Waiting for Plaintiff to decide on use of expert witness.

Sysco Food Services of Houston, L.P. (fka Sysco Food Service of Houston, Inc.) v. Rylander, et al.

Cause Number: GN100633

AG Case #: 011420734

Filed: 3/1/2001

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$196,492.74	01/01/94 - 12/31/96

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Cunningham, Judy M. Attorney at Law / Austin

Blume, James

Blume & Studdard / Dallas

Issue: Whether electricity used to lower the temperature of food products is exempt as electricity used in processing. Whether equipment is exempt for the same reason.

Status: Pending Sysco Food Services of Austin, Inc. v. Strayhorn, et al., Cause #GN400465.

Sysco Food Services of Houston, L.P. (fka Sysco Food Services of Houston, Inc.) v. Strayhorn, et al.

Cause Number: GN302075

AG Case #: 031816119

Filed: 6/13/2003

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$270,401.80	07/01/94 - 06/30/98

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Cunningham, Judy M. Attorney at Law / Austin

Blume, James Blume & Studdard / Dallas

Issue: Whether electricity used to lower the temperature of food products is exempt as electricity used in processing. Whether equipment is exempt for the same reason.

Status: Pending Sysco Food Services of Austin, Inc. v. Strayhorn, et al., Cause #GN400465.

Sysco Food Services of San Antonio, LP, et al. v. Combs

Cause Number: D-1-GN-09001026 AG Case #: 093116531

Filed: 3/31/2009

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$239,634.20	01/01/02 through 09/30/05

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Osterloh, Curtis J. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether electricity used to lower the temperature of food products is exempt as electricity used in processing.

Status: Citation issued.

Target Corporation v. Strayhorn, et al.

Cause Number: GN502440

AG Case #: 052184538

Filed: 7/14/2005

Sales Tax; Refund

Claim Amount	Reporting Period
\$591,242.98	02/01/96 - 07/31/99

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether charges for labor under separated contracts and charges under lump sum contracts constitute non-taxable new construction. Whether charges for assembly and installation of display items in retail stores are non-taxable third party installation services. Whether components purchased outside the state and used outside the state to construct other items, including assembly labor charges, are taxable. Whether installation charges for purchases of tangible personal property are non-taxable as separable charges.

Status: Summary Judgment hearing postponed.

TDI-Halter, Inc. v. Rylander, et al.

Cause Number: GN100339

AG Case #: 011409653

Filed: 2/1/2001

Sales Tax; Refund

Claim Amount	Reporting Period
\$475,000.00	01/01/93 - 06/30/96

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray
Hagenswold, R. Eric

Issue: Whether conversion of drilling rigs to self-propelled, deep water rigs is manufacturing under the statute and Comptroller rules. Whether dredging is non-taxable maintenance of real property. Alternatively, whether interest should be waived.

Status: DWOP notice sent by court 03/29/05. Order retaining case entered 08/04/05. Discovery in progress. Scheduling order entered. Settlement negotiations pending.

Texas Gulf, Inc. v. Bullock, et al.

Cause Number: 485,228

AG Case #: 90311185

Filed: 6/5/1990

Sales Tax; Refund

Claim Amount	Reporting Period
\$294,000.00	01/01/85 - 06/30/88

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Lipstet, Ira A. DuBois Bryant Campbell & Schwartz, L.L.P. /
Austin

Issue: Are pipes exempt as manufacturing equipment or taxable as intra-plant transportation.

Status: Inactive.

The Kroger Company v. Combs, et al.

Cause Number: D-1-GN-07-000175 AG Case #: 072435787

Filed: 1/22/2007

Sales Tax; Refund

Claim Amount	Reporting Period
\$3,049,056.93	01/01/94 - 06/30/97

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray
Hagenswold, R. Eric

Issue: Whether paper and plastic bags, refrigeration units, refrigerant, freezers and other various supplies and equipment purchased by Plaintiff are exempt from sales tax under the manufacturing exemption. Whether Plaintiff is entitled to a refund of tax on industrial solid waste removal services. Whether purchases of services to restore and repair real property damaged in natural disasters, services to construct new improvements, and non-enumerated services are exempt from sales and use tax. Whether leased property donated for use by a charitable organization is exempt from sales and use tax.

Status: Answer filed. Settlement negotiations in progress.

Time Warner Telecom of Texas, L.P. v. Combs, et al.

Cause Number: D-1-GN-09-001223 AG Case #: 093121176

Filed: 4/15/2009

Sales and use Tax; Refund

Claim Amount	Reporting Period
\$3,625,383.95	08/01/09 through 12/31/03

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff qualifies for the exemption on manufacturing and processing in sections 151.318 and 151.317. Whether services were exempt under §151.3111. Whether Plaintiff resold electricity as part of a taxable service.

Status: Answer filed.

T-Mobile West Corp. v. Combs, et al.

Cause Number: D-1-GN-09-000270 AG Case #: 093104230

Filed: 1/27/2009

Sales and use Tax; Protest & Refund

Claim Amount	Reporting Period
\$3,964,604.84	06/01/1999 through 12/31/2001

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff's purchases of electricity were exempt as electricity used in manufacturing. Whether purchases of tangible personal property were exempt as property used in manufacturing. Whether services performed on that property were exempt under Tex. Tax Code § 151.3111. Whether penalty should be waived.

Status: Answer filed.

Tree of Life, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002103 AG Case #: 062367701

Filed: 6/9/2006

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$200,000.00	01/01/97 - 12/31/00

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis

OAG Taxation / Austin

Opposing Counsel

Cunningham, Judy M.

Attorney at Law / Austin

Issue: Whether electricity used to lower the temperature of food products is exempt as electricity used in processing. Whether the process causes a physical change to the products. Whether packing supplies and replacement parts of processing equipment qualify as manufacturing equipment and exempt from sales tax. Whether the Comptroller violated the rules of statutory construction. Plaintiff claims violation of equal and uniform taxation. Plaintiff also seeks attorneys' fees.

Status: Discovery in progress. Case DWOP'd on 10/31/08.

Tyler Holding Company, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-004608 AG Case #: 062430350

Filed: 12/13/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$47,129.21	10/01/96 - 12/31/99

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether purchases of tangible personal property by Plaintiff's predecessor were exempt from sales and use tax under the manufacturing exemption. Whether charges of contractors for erecting, dismantling and moving scaffolding are exempt from sales and use tax as a non-taxable service, or taxable as rental of tangible personal property.

Status: Answer filed.

United Scaffolding, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002270 AG Case #: 062375514

Filed: 6/21/2006

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$897,633.51	10/01/97 - 04/30/01

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Ohlenforst, Cynthia M. Hughes & Luce / Dallas
Villa, Richard D. Hughes & Luce / Austin

Issue: Whether scaffolding services provided by Plaintiff are taxable rentals of tangible personal property in regard to certain lump sum contracts, or exempt as non-taxable services. Plaintiff also seeks attorneys' fees.

Status: Answer filed.

United Space Alliance, L.L.C. v. Strayhorn, et al.

Cause Number: GN401174

AG Case #: 041954488

Filed: 4/14/2004

Sales Tax; Refund

Claim Amount	Reporting Period
\$975,000.00	07/01/99 - 07/31/03

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert.

Status: Discovery in progress.

United Space Alliance, L.L.C. v. Strayhorn, et al.

Cause Number: GN501793

AG Case #: 052151891

Filed: 5/17/2005

Sales Tax; Protest

Claim Amount	Reporting Period
\$881,264.71	03/01/00 - 06/30/03

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether title passed to the federal government according to Plaintiff's contracts at the time Plaintiff took possession of the items, thus establishing the sale for resale exemption recognized in Day & Zimmerman v. Calvert.

Status: Discovery in progress.

United Space Alliance, L.L.C. v. Strayhorn, et al.

Cause Number: GN504467

AG Case #: 062267356

Filed: 12/16/2005

Sales Tax; Protest

Claim Amount Reporting Period
\$297,739.30 04/01/03 - 08/31/05

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether security services provided to Plaintiff in connection with services to the federal government qualify for the sale for resale exemption. Whether tax on tangible personal property should be refunded pursuant to the Raytheon case. Whether electricity used to produce software qualifies for the manufacturing and processing exemption. Whether certain software maintenance is a non-taxable service.

Status: Inactive.

Uretex U.S.A., Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-003268 AG Case #: 062405964

Filed: 8/31/2006

Sales Tax; Protest & Refund

Claim Amount Reporting Period
\$35,436.95 07/01/02 - 10/31/05
\$21,939.96 01/01/99 - 06/30/02

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Smith, L. G. (Skip) Clark, Thomas & Winters / Austin
Wethekam, Marilyn A. Horwood Marcus & Berk Chartered / Chicago, IL

Issue: Whether Plaintiff is entitled to an exemption on drill bits because the bits are incorporated into realty for exempt organizations. Whether consumable supplies and equipment qualify as tangible personal property used in the performance of a contract to improve real property and, therefore, tax exempt. Whether tangible personal property

purchased outside of Texas, temporarily stored in Texas, and then used in the performance of contracts located outside of Texas are tax exempt. Plaintiff seeks waiver of all penalty and interest.

Status: Discovery in progress.

V.H. Salas & Associates, Inc. v. Comptroller

Cause Number: GN403975

AG Case #: 042071365

Filed: 12/6/2004

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$66,543.64	08/01/98 - 04/30/02

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Lopez, Diego A. The Law Offices of Diego A. Lopez / San Antonio

Issue: Whether Plaintiff owes sales tax on purchased equipment used in the manufacturing of wood and metal products. Whether Plaintiff owes sales tax on electricity used to operate the equipment. Whether Plaintiff was denied due process of law and the right to equal protection of the law. Plaintiff also seeks declaratory relief and attorneys' fees.

Status: Inactive.

Verizon Business Network Services, Inc. v. Compt. Et. Al.

Cause Number: D-1-GN-07-004221 AG Case #: 072484389

Filed: 12/7/2007

Sales Tax; Refund

Claim Amount	Reporting Period
\$20,179,336.77	01/01/96 - 03/31/02

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether programming services were taxable. If the services are taxable, whether their sale or use occurred in Texas.

Status: Discovery in progress.

Verizon North, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-001295 AG Case #: 062309349
#03-08-00151-CV

Filed: 4/13/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$1,116,225.00	06/01/96 - 02/29/00

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether purchases of software licenses qualify as tangible personal property. Whether some portion of the software license not stored, used or consumed in or during the manufacturing, processing, or fabrication of tangible personal property for ultimate sale is exempt from sales tax.

Status: Trial court rendered judgment for the state on 12/13/07. Plaintiff filed Notice of Appeal 03/06/08. Appellant's brief filed 05/27/08. Appellee's Motion for Extension of Time to File Brief filed 06/12/08; granted 06/13/08. Supplemental Clerks' record filed 06/23/08. Appellees' brief filed 08/11/08. Appellant's Reply Brief filed 09/09/08. Submitted on oral argument on 02/11/09.

Watson Sysco Food Services, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002879 AG Case #: 062397849

Filed: 8/10/2006

Sales Tax; Protest

Claim Amount	Reporting Period
\$63,720.38	04/01/01 - 07/31/04

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Hagenswold, R. Eric
Osterloh, Curtis J.

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether electricity used to lower the temperature of food products is exempt as electricity used in processing.

Status: Discovery in progress.

White Swan, Inc. v. Strayhorn, et al.

Cause Number: GN304767

AG Case #: 041904608

Filed: 12/18/2003

Sales Tax; Refund

Claim Amount	Reporting Period
\$415,185.61	10/01/93 - 12/31/97

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis

OAG Taxation / Austin

Opposing Counsel

Cunningham, Judy M.

Attorney at Law / Austin

Issue: Whether the purchase of electricity used to lower the temperature of food products is exempt under Tax Code Sections 151.317 and 151.318. Whether the process causes a physical change to the products. Whether the decision of the Comptroller violated the statute and long-standing Comptroller policy.

Status: Discovery in progress.

White Swan, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002987

AG Case #: 062398086

Filed: 8/17/2006

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$219,297.54	01/01/98 - 12/31/00

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis

OAG Taxation / Austin

Opposing Counsel

Cunningham, Judy M. Attorney at Law / Austin

Issue: Whether the purchase of electricity used to lower the temperature of food products is exempt under Tax Code Sections 151.317 and 151.318. Whether the process causes a physical change to the products. Whether the purchases of packing supplies and repairs to and replacement parts of processing are exempt from sales tax. Whether the decision of the Comptroller violated the rules of statutory construction and long-standing Comptroller policy. Plaintiff also seeks attorneys' fees.

Status: Discovery in progress.

Wireless Now, L.P. v. Combs, et al.

Cause Number: D-1-GN-07001038 AG Case #: 072447469 Filed: 4/6/2007

Sales Tax; Refund

Claim Amount	Reporting Period
\$29,431.70	09/01/01 - 08/31/05

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether telephones purchased by Plaintiff, and subsequently sold to customers who contract for telephone service with a carrier associated with the Plaintiff, are exempt from sales tax under the sale for resale exemption. Index: Sale for Resale; Sub-Index: telecommunications equipment.

Status: Answer filed.

Wyndham International Operating Partnership, LP v. Strayhorn, et al.

Cause Number: D-1-GN-06-004260 AG Case #: 062425574 Filed: 11/9/2006

Sales Tax; Refund

Claim Amount	Reporting Period
\$31,283.31	01/01/99 - 09/30/02

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Bonilla, Ray Ray, Wood & Bonilla, L.L.P. / Austin

Issue: Whether certain amenity and consumable items such as shampoo, stationery and similar items resold to hotel guests are exempt from sales tax as sales for resale.

Status: Answer filed.

Zale Delaware, Inc. v. Rylander, et al.

Cause Number: GN202030

AG Case #: 021640669

Filed: 6/24/2002

Sales Tax; Refund

Claim Amount	Reporting Period
\$333,602.57	08/01/92 - 02/28/97

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether Plaintiff is liable for tax on items temporarily stored in Texas. Whether tax on services purchased by Plaintiff should be reduced to reflect the out-of-state benefit of those services. Whether Plaintiff should get a refund or credit for tax paid on inventory. Whether the Comptroller should be barred from off-setting debts in the period between the filing of Plaintiff's bankruptcy petition and the confirmation of its reorganization plan.

Status: Case consolidated with Zale Delaware, Inc. v. Strayhorn, et al., Cause #GN301725, per court order signed 12/12/07. Settlement offer in review.

Zale Delaware, Inc. v. Strayhorn, et al.

Cause Number: GN301725

AG Case #: 031806045

Filed: 5/27/2003

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$1,170,404.64	08/01/92 - 02/28/97

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H.

OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.

Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Sigel, Doug

Issue: Whether Plaintiff is entitled to exemption on items of inventory temporarily stored in-state. Whether tax was improperly assessed on services performed outside the state. Whether installation services on counters and software were readily separable from taxable tangible property. Whether the Comptroller should be enjoined from taking offsets pursuant to Plaintiff's bankruptcy plea.

Status: Case consolidated into *Zale Delaware, Inc. v. Rylander, et al.*, Cause #GN202030.
Order to consolidate signed 12/12/07.

Alexander, Ricky
Welborn, Amy

Cantey Hanger LLP / Austin

Issue: Whether Plaintiff, an authorized surplus lines insurer, is liable for unauthorized insurance premiums tax. Whether the Comptroller lacks authority to determine that Plaintiff is an unauthorized insurer, and whether the Texas Department of Insurance is required to make that determination. Whether the Comptroller engaged in selective and improper enforcement. Whether the assessment violates Due Process and the McCarran-Ferguson Act. Alternatively, whether penalty should be waived. Plaintiff also seeks injunctive relief and attorneys' fees.

Status: Case was to be dismissed by court unless retained. Plaintiff filed unopposed motion to retain; granted. Inactive until Lexington Insurance is decided. Trial set for the week of 12/14/09. Plaintiff will provide documents to seek agreed judgment. Settlement offer made.

First American Title Ins. Co. vs Compt., et al.

Cause Number: D-1-GN-08-001740 AG Case #: 082511932

Filed: 5/21/2008

Retaliatory Tax; Protest

Claim Amount	Reporting Period
\$1,575,269.35	2007

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eudy, Ron K. Sneed, Vine & Perry / Austin

Issue: Whether the Comptroller improperly calculated retaliatory tax based on the split premium between insurer and agent. Whether the Comptroller's policy is invalid for failure to follow APA rule adoption procedures.

Status: Answer filed.

First American Title Insurance Company v. Combs, et al.

Cause Number: GN301692

AG Case #: 031806011

Filed: 5/23/2003

#03-04-00342-CV

#05-0541

#08-721

Retaliatory Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$1,432,580.76	1998 - 2002

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Phillips, Thomas R. Baker Botts L.L.P. / Austin

Kry, Robert K. Baker Botts, L.L.P. / Washington, DC

Eudy, Ron K. Sneed, Vine & Perry / Austin

Zim, Matthew J. Steptoe & Johnson, L.L.P. / Washington, DC

Issue: Whether the Comptroller properly used “split” premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller’s interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller’s policy change violated Due Process and the APA. Plaintiff also seeks attorneys’ fees.

Status: State's Motion for Summary Judgment granted 05/18/04; Plaintiff's denied. Notice of Appeal filed 06/17/04. Motion to consolidate cases granted 07/29/04 (Old Republic National Title Insurance Co. v. Strayhorn, et al., Cause #GN401630). Appellants' brief filed 08/30/04. Appellees' brief filed 10/26/04. Appellants' reply brief filed 11/15/04. Submitted on Oral Argument 01/19/05. Appellees' supplemental brief filed 02/01/05. Appellants' supplemental brief filed 02/15/05. Opinion issued 06/03/05 affirming trial court's judgment in favor of Comptroller. Petition for Review filed in the Tx. Supreme Court 07/14/05. Respondent filed Waiver to Respond 07/28/05. Case forwarded to Court 08/02/05. Court requested response 08/29/05; response filed 09/28/05. Petitioner's reply filed 10/13/05. Briefing on the merits requested 12/19/05. Petitioners' brief filed 02/17/06. Respondents' brief filed 03/09/06. Petitioners' reply brief filed 03/24/06. Amicus Curiae brief received by Court 04/11/06. Petition for Review denied 09/01/06. Motion for Rehearing filed 10/16/06. Amicus Curiae brief received by Court 10/16/06. Response to Motion for Rehearing filed by Respondent 12/08/06. Petitioner's reply filed 12/22/06. Motion for Rehearing granted 03/09/07. Motion to participate pro hac vice filed by Petitioner 03/29/07; granted 04/04/07. Submitted on Oral Argument 04/11/07. Post-submission brief filed by Respondent 04/19/07. Response to Petition for Review filed by Petitioner 04/27/07. Response to Amicus Curiae brief filed by Petitioner 04/27/07. Post-submission brief filed by Respondent 05/02/07. Response filed by Petitioner 05/07/07. Motion for Leave to file brief filed 05/07/07; granted 05/10/07. Opinion 5-4 issued by the Supreme Court 05/16/08. The Court sustained the title insurance retaliatory tax against Petitioners’ claim that it violated Equal Protection and equal and uniform taxation guarantees. The Court affirmed summary judgment in the State’s favor. Justice Hecht and 3 justices dissented in a written opinion. Petitioner filed and was granted an extension of time to file a motion for rehearing on 07/02/08. Petitioners' Motion for Rehearing of Cause filed 07/02/08; denied 08/28/08. Mandate issued 08/29/08. Corrected Opinion issued by the Supreme Court 08/29/08. Motion for Rehearing denied. Petition for Writ of Certiorari to the U.S. Supreme Court filed 11/26/08. Waiver of right of Respondents to respond filed 12/11/08. Response

requested 01/06/09. Amicus brief filed by Alamo Title Insurance, et al. on 02/05/09.
Respondent's response filed 03/30/09. Petitioner's Reply filed 04/15/09. Cert denied 05/04/09.

First American Title Insurance Company v. Combs, et al.

Cause Number: D-1-GN-07-001503 AG Case #: 072452949 Filed: 5/22/2007
#03-04-00342-CV
#05-0541

Retaliatory Tax; Protest

Claim Amount	Reporting Period
\$1,219,341.64	2006

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eudy, Ron K. Sneed, Vine & Perry / Austin

Issue: Whether the Comptroller properly used "split" premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller's interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller's policy change violated Due Process and the APA.

Status: Answer filed.

First American Title Insurance Company v. Strayhorn, et al.

Cause Number: GN401631 AG Case #: 041976440 Filed: 5/21/2004

Retaliatory Tax; Protest

Claim Amount	Reporting Period
\$1,490,029.00	2003

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eudy, Ron K. Sneed, Vine & Perry / Austin

Issue: Whether the Comptroller properly used "split" premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller's interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller's policy

change violated Due Process and the APA.

Status: Inactive. Pending resolution of companion First American case, Cause # 05-0541.

First American Title Insurance Company v. Strayhorn, et al.

Cause Number: D-1-GN-05-001795 AG Case #: 052153855

Filed: 5/17/2005

Retaliatory Tax; Protest

Claim Amount	Reporting Period
\$2,140,952.88	2004

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eudy, Ron K. Sneed, Vine & Perry / Austin

Issue: Whether the Comptroller properly used “split” premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller’s interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller’s policy change violated Due Process and the APA.

Status: Inactive. Pending resolution of companion First American case, Cause #05-0541.

First American Title Insurance Company v. Strayhorn, et al.

Cause Number: D-1-GN-06-001853 AG Case #: 062359823

Filed: 5/24/2006

Retaliatory Tax; Protest

Claim Amount	Reporting Period
\$1,020,476.26	2005

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eudy, Ron K. Sneed, Vine & Perry / Austin

Issue: Whether the Comptroller properly used “split” premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller’s interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller’s policy change violated Due Process and the APA.

Status: Inactive. Pending resolution of companion First American case, Cause #05-0541.

Metropolitan Life Insurance Company, et al. v. Combs, et al.

Cause Number: 484,745

AG Case #: 90304512

Filed: 5/24/1990

#03-06-00446-CV

Gross Premium Tax; Protest

Claim Amount	Reporting Period
\$10,817,043.00	1989 - 2003

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Werkenthin, Fred B. Jackson Walker, L.L.P. / Austin
Moore, Steven D.
Harrison, Breck
Rogers, Tom

Issue: Whether insurance taxes are owed by insurance companies on dividends applied to paid-up additions and renewal premiums.

Status: Ninth Amended Petition filed. Settlement discussed, and partial settlement agreed to. Final Judgment entered on paid-up additions issue. Renewal premium issue severed and retained on docket. Plaintiffs made settlement offer on remainder of case. Motion for Summary Judgment hearing held 02/14/06. Judgment granted for Plaintiffs 06/29/06. State filed Notice of Appeal 07/26/06; docketing statement filed 08/01/06. Clerk's Record filed 08/24/06. Appellants' brief filed 09/25/06. Appellees' brief filed 10/25/06. Appellants' reply brief filed 11/14/06. Submitted on Oral Argument 02/14/07.

New York Life Insurance Company v. Strayhorn, et al.

Cause Number: GN501094

AG Case #: 052130697

Filed: 4/7/2005

Gross Premium & Maintenance Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$105,822.00	2004
\$52,911.00	2005
\$1,572.00	2004 (Maintenance Tax)

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Werkenthin, Fred B. Jackson Walker, L.L.P. / Austin

Small, Edward C.

Moore, Steven D.

Fitzgerald, Pat

Issue: Whether dividends retained and applied to reduce premiums be included in gross premiums subject to tax under Article 4.11 and Article 4.17. Plaintiff also seeks attorneys' fees.

Status: Stayed by agreement pending final decision in Metropolitan Life Insurance Co., et al. v. A.W. Pogue, et al., Cause No. 484,745.

Old Republic National Title Ins. Co. vs. Compt.

Cause Number: D-1-GN-08-001741 AG Case #: 082510926

Filed: 5/21/2008

Retaliatory Tax; Protest

Claim Amount Reporting Period

\$283,522.56 2007

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eudy, Ron K. Sneed, Vine & Perry / Austin

Issue: Whether the Comptroller properly used "split" premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller's interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller's policy change violated Due Process and the APA.

Status: Answer filed.

Old Republic National Title Insurance Company v. Strayhorn, et al.

Cause Number: GN401630

AG Case #: 041976416

Filed: 5/21/2004

Retaliatory Tax; Refund

Claim Amount	Reporting Period
\$289,403.85	2003

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin	OAG Taxation / Austin
-----------------	-----------------------

Opposing Counsel

Eudy, Ron K.	Sneed, Vine & Perry / Austin
--------------	------------------------------

Issue: Whether the Comptroller properly used “split” premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller’s interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller’s policy change violated Due Process and the APA. Plaintiff also seeks attorneys’ fees.

Status: Answer filed. Pending resolution of First American Title Insurance Company v. Combs, et al., Cause#05-0541.

Old Republic National Title Insurance Company v. Strayhorn, et al.

Cause Number: GN501794

AG Case #: 052151883

Filed: 5/17/2005

Retaliatory Tax; Protest

Claim Amount	Reporting Period
\$234,970.95	2004

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin	OAG Taxation / Austin
-----------------	-----------------------

Opposing Counsel

Eudy, Ron K.	Sneed, Vine & Perry / Austin
--------------	------------------------------

Issue: Whether the Comptroller properly used “split” premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller’s interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller’s policy change violated Due Process and the APA.

Status: Answer filed. Pending resolution of First American Title Insurance Company v. Combs, et al., Cause#05-0541.

Old Republic National Title Insurance Company v. Strayhorn, et al.

Cause Number: GN503918

AG Case #: 052240827

Filed: 10/28/2005

Retaliatory Tax; Protest

Claim Amount	Reporting Period
\$247,928.29	01/01/01 - 12/31/04

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eudy, Ron K. Sneed, Vine & Perry / Austin

Issue: Whether the Comptroller properly used “split” premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller’s interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller’s policy change violated Due Process and the APA.

Status: Answer filed. Pending resolution of First American Title Insurance Company v. Combs, et al., Cause#05-0541.

Old Republic National Title Insurance Company v. Strayhorn, et al.

Cause Number: D-1-GN-06-001854 AG Case #: 062359831 Filed: 5/24/2006

Retaliatory Tax; Protest

Claim Amount	Reporting Period
\$255,144.50	2005

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eudy, Ron K. Sneed, Vine & Perry / Austin

Issue: Whether the Comptroller properly used “split” premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller’s interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller’s policy change violated Due Process and the APA.

Status: Answer filed. Pending resolution of First American Title Insurance Company v. Combs, et al., Cause#05-0541.

Old Republic Title Insurance Company v. Combs, et al.

Retaliatory Tax; Protest

Claim Amount	Reporting Period
\$268,130.28	2006

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eudy, Ron K. Sneed, Vine & Perry / Austin

Issue: Whether the Comptroller properly used "split" premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller's interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller's policy change violated Due Process and the APA.

Status: Answer filed. Pending resolution of First American Title Insurance Company v. Combs, et al., Cause#05-0541.

Old Republic Title Insurance Company v. Strayhorn, et al.

Retaliatory Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$219,626.40	2002

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eudy, Ron K. Sneed, Vine & Perry / Austin

Issue: Whether the Comptroller properly used "split" premiums in calculating the retaliatory tax of a foreign title insurance company. Whether the Comptroller's interpretation of the title insurance tax statutes violates the Equal Protection Clause. Whether the Comptroller's policy change violated Due Process and the APA. Plaintiff also seeks attorneys' fees.

Status: The State's Motion for Summary Judgment granted 05/17/04 and Plaintiff's Motion denied. Notice of Appeal filed 06/17/04; dismissed 07/29/04 due to Motion for Consolidation.

Case consolidated into First American Title Insurance Co. v. Strayhorn, et al., Cause #GN301692, #03-04-00342-CV 07/29/04. Pending resolution of companion First American case, Cause #05-0541.

Prudential Insurance Company, The v. Strayhorn, et al.

Cause Number: GN501093

AG Case #: 052137189

Filed: 4/7/2005

Gross Premium & Maintenance Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$230,578.00	2004
\$115,289.00	2005
\$3,426.00	2004 (Maintenance Tax)

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene

OAG Taxation / Austin

Opposing Counsel

Werkenthin, Fred B.

Jackson Walker, L.L.P. / Austin

Small, Edward C.

Moore, Steven D.

Fitzgerald, Pat

Issue: Whether dividends retained and applied to reduce premiums be included in gross premiums subject to tax under Article 4.11 and Article 4.17. Plaintiff also seeks attorneys' fees.

Status: Stayed by agreement pending final decision in Metropolitan Life Insurance Co., et al. v. A.W. Pogue, et al., Cause No. 484,745.

Warranty Underwriters Insurance Company v. Rylander, et al.

Cause Number: 99-12271

AG Case #: 991226739

Filed: 10/20/1999

Insurance Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$416,462.73	1993 - 1997
\$214,893.74	1993 - 1997

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H.

OAG Taxation / Austin

Opposing Counsel

White, Raymond E.
Micciche, Daniel

Akin, Gump, Strauss, Hauer & Feld / Austin

Issue: Whether the Comptroller improperly included amounts not received by Plaintiff in Plaintiff's gross premiums tax base. Whether any maintenance tax is payable on Plaintiff's business of home warranty insurance. Whether the Comptroller is bound by the prior actions and determinations of the Texas Department of Insurance. Whether the assessments of tax violate due process and equal taxation. Whether penalty and interest should have been waived.

Status: Settlement negotiations in progress. Trial set for 09/21/09.

Other Taxes

35 Bar & Grill, LLC, et al. v. Compt., et al.

Cause Number: D-1-GN-08-002535 AG Case #: 082520511

Filed: 7/16/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$1,913,112.25	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Deegear III, James O.
Matthews-Kasson, Michell

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also claims due process violations, and seeks declaratory and injunctive relief.

Status: Answer filed.

A & D Interests, Inc., dba Heartbreakers v. Compt., et al.

Cause Number: D-1-GN-08-002410 AG Case #: 082519083

Filed: 7/10/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$67,785.00	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Pianelli, James V. Houston

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Discovery abated until resolution of Texas Entertainment case.

Arnold, Jessamine J., Estate of, Deceased, and Jim Arnold, Jr., Independent Executor v. Rylander, et al.

Cause Number: GN203255

AG Case #: 021670484

Filed: 9/9/2002

Inheritance Tax; Protest

Claim Amount Reporting Period

\$161,956.00 N/A

Counsel Associated With This Case:

Assistant Attorney General

Wolfe, Susan

OAG Taxation / Austin

Opposing Counsel

Martens, James F.

Martens & Associates / Austin

Mondrik, Christina A.

Mondrik & Associates / Austin

Issue: Whether the IRS erred in increasing the value of the estate's assets and disallowing expenses and gifts.

Status: Plaintiff filed unopposed motion to retain 03/23/07; granted 07/10/07. Settlement Agreement signed 03/23/09.

Badger Tavern L.P. et al. v. Susan Combs, Compt., et al.

Cause Number: D-1-GN-08-003794 AG Case #: 082534447

Filed: 10/20/2008

Other Tax; Protest

Claim Amount Reporting Period

\$21,065.00 Apr. - June 2008

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A.

OAG Taxation / Austin

Opposing Counsel

Swander, Steven H.

Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Discovery abated until resolution of Texas Entertainment case.

Bassam Jaber Hantouli v. Susan Combs, Compt., et al.

Cause Number: D-1-GN-08-003547 AG Case #: 082531468

Filed: 9/26/2008

Mixed Beverage Gross Receipts Tax; Declaratory Judgment

Claim Amount	Reporting Period
\$352,819.92	Jan. 1, 2003 - Aug. 31, 2006

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H.	OAG Taxation / Austin
------------------	-----------------------

Opposing Counsel

Gamboa, John L.	Gamboa & White / Fort Worth
-----------------	-----------------------------

Issue: Whether the Comptroller correctly estimated Plaintiff's tax on beer sales. Whether penalty and interest should be waived. Plaintiff seeks declaratory and injunctive relief.

Status: Answer filed.

Beadles, Joe Haven v. Strayhorn

Cause Number: D-1-GN-06-002682 AG Case #: 062385901

Filed: 7/24/2006

Diesel Fuel Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$697,793.00	N/A

Counsel Associated With This Case:

Assistant Attorney General

Seaquist, Gunnar	OAG Taxation / Austin
------------------	-----------------------

Opposing Counsel

Pro Se

Issue: Plaintiff claims that the State issued a diesel fuel bonded suppliers' permit to Plaintiff without Plaintiff's knowledge, allowing diesel fuel taxes to be assessed against Plaintiff. Plaintiff claims he never purchased or sold diesel fuel. Plaintiff claims the State previously collected the taxes in question from subsidiaries who sold diesel fuel through truck stops. Plaintiff claims these subsidiaries bought the diesel fuel from an oil company which the State, through an "agreement with the oil company," exempted from paying taxes. Plaintiff requests that all diesel fuel taxes assessed be dismissed.

Status: Court sent notice of DWOP for 12/05/08.

Benelux Corp., dba The Palazzo & Ziggfeld's Entertainment, Inc., dba Expose v. Susan Combs, Compt., et al.

Cause Number: D-1-GN-08-003385 AG Case #: 082529652

Filed: 9/16/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$70,620.00	Apr. - June 2008

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Swander, Steven H. Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Answer filed.

Benelux Corp., dba, et al. v. Compt., et al.

Cause Number: D-1-GN-08-002489 AG Case #: 082520487

Filed: 7/14/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$91,240.00	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Swander, Steven H. Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also seeks declaratory relief and attorney's fees.

Status: Answer filed.

D. Houston, Inc., dba v. Compt., et al.

Cause Number: D-1-GN-08-002483 AG Case #: 082519117

Filed: 7/14/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$482,440.00	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Monshaugen, Ronald A. Monshaugen & Van Huff, P.C. / Houston
Van Huff, Albert T.

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Answer filed.

Dickens, Larry & Mary and Kevin & Jennifer Zaputil v. Combs and Connie Perry, Grimes County Tax Assessor and Collector

Cause Number: 30861

AG Case #: 072457880

Filed: 6/1/2007

Motor Vehicle Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$180.00	2007

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Clevenger, Ty Attorney at Law / Bryan

Issue: Plaintiffs claim Section 152.023 of the Tax Code violates the Privileges and Immunities Clause of Article IV, Section 2 of the United States Constitution; the Commerce Clause of Article I, Section 8 of the United States Constitution; and the Privileges and Immunities Clause and the Equal Protection Clause of the Fourteenth Amendment to the United States Constitution. Plaintiffs also seek attorneys' fees.

Status: Answer filed. Plaintiff will transfer to Travis County.

El Paso Entertainment, Inc. dba v. Compt., et al.

Cause Number: D-1-GN-08-002548 AG Case #: 082520578

Filed: 7/21/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$64,767.00	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Swander, Steven H. Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also seeks declaratory relief and attorney's fees.

Status: Answer filed.

El Paso Natural Gas Company v. Sharp

Cause Number: 91-6309

AG Case #: 9178237

Filed: 5/6/1991

Gas Production Tax; Declaratory Judgment

Claim Amount Reporting Period

\$3,054,480.60 01/01/87 - 12/31/87

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Issue: Whether Comptroller should have granted Plaintiff a hearing on penalty waiver and related issues.

Status: State's Plea in Abatement granted pending outcome of administrative hearing on audit liability. Negotiations pending.

Enterprise Operating Co., Inc., dba v. Compt., et al.

Cause Number: D-1-GN-08-002575 AG Case #: 082520545

Filed: 7/21/2008

Other Tax; Protest

Claim Amount Reporting Period

\$76,780.00 Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin
Opposing Counsel

Serper, Lauren M. Houston

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Discovery suspended by Rule 11 Agreement. Pending final disposition of Texas Entertainment case.

Eustace ISD v. Compt., et al.

Cause Number: D-1-GN-08-001573 AG Case #: 082520941 Filed: 7/18/2008

Property Tax; Administrative Appeal

Claim Amount	Reporting Period
	2007

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin
Opposing Counsel

Swinney, Kirk McCreary, Veselka, Bragg & Allen, P.C. / Austin
Tepper, Matthew

Issue: Whether the Comptroller overvalued property by using non-market transactions.

Status: Answer filed.

FW, Inc. and S & S Bros., Inc. v. Compt., et al.

Cause Number: D-1-GN-08-002617 AG Case #: 082526575 Filed: 7/21/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$23,685.00	FW, Inc.
\$15,881.25	S&S Bros, Inc.

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Deegear III, James O.
Matthews-Kasson, Michell

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Answer filed.

Golden Productions JCG Fort Worth LLC., dba v. Compt., et al.

Cause Number: D-1-GN-08-002522 AG Case #: 082519992 Filed: 7/16/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$11,055.00	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Swander, Steven H. Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also seeks declaratory relief and attorney's fees.

Status: Answer filed.

I Gotcha, Inc., dba, et al. v. Compt., et al.

Cause Number: D-1-GN-08-002546 AG Case #: 082520503 Filed: 7/17/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$79,195.00	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Gamboa, John L. Gamboa & White / Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Answer filed.

Isis Partners, L.P., et al. vs. Combs, et al.

Cause Number: D-1-GN-07-002828 AG Case #: 072470107

Filed: 9/4/2007

Mixed Beverage Gross Receipts Tax; Declaratory Judgment

Claim Amount	Reporting Period
\$20,409.70	09/01/02 through 11/30/05

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Bonilla, Ray Ray, Wood & Bonilla, L.L.P. / Austin

Issue: Plaintiff claims that the Comptroller did not properly compute liability for mixed beverage gross receipts tax under Tax Code 111.008 and did not send notice of liability in compliance with federal and state due process requirements.

Status: Answer filed.

Jim Hogg County ISD v. Compt., et al.

Cause Number: D-1-GV-08001610 AG Case #: 082526112

Filed: 7/31/2008

Property Tax; Administrative Appeal

Claim Amount	Reporting Period
	2007

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Bonilla, Ray Ray, Wood & Bonilla, L.L.P. / Austin

Issue: Whether the Comptroller used improper sampling and statistical techniques regarding agricultural and ranch properties in the district.

Status: Answer filed. Discovery in progress.

John P. Bellam, dba Showgirl v. Compt., et al.

Cause Number: D-1-GN-08-002491 AG Case #: 082519125

Filed: 7/14/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$8,430.00	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Swander, Steven H. Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also seeks declaratory relief and attorney's fees.

Status: Discovery abated until resolution of Texas Entertainment case.

Karpod, Inc., dba, et al. v. Compt., et al.

Cause Number: D-1-GN-08-002521 AG Case #: 082520479

Filed: 7/14/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$67,580.25	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Swander, Steven H. Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also seeks declaratory relief and attorney's fees.

Status: Answer filed.

Mabank ISD v. Comptroller

Cause Number: GV503360

AG Case #: 052185741

Filed: 7/19/2005

Property Tax; Administrative Appeal

Claim Amount	Reporting Period
\$0.00	2004

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Swinney, Kirk McCreary, Veselka, Bragg & Allen, P.C. / Austin
Armstrong, Roy L.

Issue: Whether the Comptroller erred by not properly selecting and valuing sample properties and whether the Comptroller failed to properly account for the inflationary trend.

Status: Henderson County Appraisal District filed a Petition of Intervention and for Injunctive Relief on 12/20/07. Set for non-jury trial on 07/13-07/14/09 @ 9:00 a.m.

Malakoff ISD v. Comptroller

Cause Number: GV503359 AG Case #: 052185758 Filed: 7/19/2005

Property Tax; Administrative Appeal

Claim Amount	Reporting Period
\$0.00	2004

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Swinney, Kirk McCreary, Veselka, Bragg & Allen, P.C. / Austin
Armstrong, Roy L.

Issue: Whether the Comptroller erred by not properly selecting and valuing sample properties and whether the Comptroller failed to properly account for the inflationary trend.

Status: Henderson County Appraisal District filed a Petition of Intervention and for Injunctive Relief on 12/20/07. Set for non-jury trial on 07/13-07/14/09 @ 9:00 a.m.

Manana Entertainment, Inc., dba v. Susan Combs, Compt., et al.

Cause Number: D-1-GN-08-003280 AG Case #: 082530288 Filed: 9/16/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$14,115.00	Apr. - June 2008

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Swander, Steven H. Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Answer filed.

MC/VC, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-003092 AG Case #: 082526187

Filed: 8/26/2008

Other Tax; Protest

Claim Amount Reporting Period

\$9,516.55 Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Deegear III, James O.

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Answer filed.

Mirage Real Estate, Inc., et al. v. Richard Durbin, et al.

Cause Number: 92-16485 AG Case #: 92190294

Filed: 12/3/1992

Alcoholic Beverage Gross Receipts Tax; Declaratory Judgment

Claim Amount Reporting Period

\$0.00 N/A

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.
Langenberg, Ray
Sigel, Doug

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether receipts for equipment sold to customers and listed separately on invoices are subject to an additional TIF assessment as taxable telecommunications receipts. Whether TIF charges which Plaintiff passed on and collected from its customers are allowable reimbursements as TIF assessment. Plaintiff also seeks attorneys' fees.

Status: Plaintiff's Motion for Summary Judgment set for 07/28/09.

North By East, Inc., et al. v. Compt., et al.

Cause Number: D-1-GN-08-002624 AG Case #: 082520495

Filed: 7/21/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$37,710.00	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Hopkins, Mark D. Savrick, Schumann, Johnson, McGarr, Kaminski
& Shirley / Austin

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also seeks declaratory relief and attorney's fees.

Status: Answer filed.

Point Isabel ISD v. Texas Comptroller of Public Accounts

Cause Number: D-1-GN-06-002641 AG Case #: 062384979

Filed: 7/21/2006

Property Tax; Administrative Appeal

Claim Amount	Reporting Period
\$0.00	2005

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Hargrove, Judith A.
Evans, Jr., James R.

Hargrove & Evans / Austin

Issue: Whether the Comptroller erred by not properly selecting and valuing sample properties in Category A. Whether the Comptroller's order on the value study is arbitrary and unreasonable and supported by substantial evidence.

Status: Answer filed.

Preston Motors by George L. Preston, Owner v. Sharp, et al.

Cause Number: 91-11987

AG Case #: 91133170

Filed: 8/26/1991

Motor Vehicle Tax; Protest

Claim Amount	Reporting Period
\$21,796.00	12/01/86 - 09/30/89

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Pro Se

Issue: Whether motor vehicle tax should fall on dealer/seller rather than the purchaser under §152.044. Related constitutional issues.

Status: Hearing on State's motion to dismiss held 03/31/09. Case Dismissed for Want of Prosecution 04/15/09.

Ranger Fuels & Maintenance, L.L.C. v. Rylander, et al.

Cause Number: GN204124

AG Case #: 021705900

Filed: 11/14/2002

Fuels Tax; Declaratory Judgment & Injunction

Claim Amount	Reporting Period
\$115,000.00	N/A

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Grissom, Donald H. Grissom & Thompson / Austin

Issue: Whether fuels tax is actually owed by an unrelated company. Whether the Comptroller abused its discretion and violated Plaintiff's constitutional rights. Plaintiff seeks injunctive and declaratory relief.

Status: Inactive.

Ranger Fuels & Maintenance, L.L.C. v. Strayhorn, et al.

Cause Number: GN504104 AG Case #: 052245941 Filed: 11/15/2005

Fuels Tax; Refund

Claim Amount	Reporting Period
\$208,428.70	05/01/02 - 05/31/02 (Diesel)
	01/01/02 - 04/30/02 (Gasoline)
	03/01/02 - 04/30/02 (Diesel)
	05/01/02 - 05/31/02 (Gasoline)

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Grissom, Donald H. Grissom & Thompson / Austin
Thompson, III, William W.

Issue: Whether Plaintiff acquired a business and its assets by filing a sales tax application with the Comptroller. Whether such acquisition was a fraudulent transfer. Whether Plaintiff owes fuel taxes under successor liability.

Status: Discovery in progress.

RPM Entertainment, Inc., et al. v. Compt., et al.

Cause Number: D-1-GN-08-002622 AG Case #: 082520552 Filed: 7/21/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$69,909.00	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Martens, James F.
Seay, Michael B.

Martens & Associates / Austin

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also seeks declaratory relief.

Status: Answer filed.

Savvy, Inc., dba v. Compt., et al.

Cause Number: D-1-GN-08-002520 AG Case #: 082520016

Filed: 7/16/2008

Other Tax; Protest

Claim Amount	Reporting Period
\$159,595.00	Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Swander, Steven H. Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also seeks declaratory relief and attorney's fees.

Status: Answer filed.

Sherman ISD v. Compt., et al.

Cause Number: D-1-GV-08001609 AG Case #: 082526252

Filed: 7/31/2008

Property Tax; Administrative Appeal

Claim Amount	Reporting Period
	2007

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Bonilla, Ray Ray, Wood & Bonilla, L.L.P. / Austin

Issue: Whether the Comptroller erred in calculating land values for commercial real property.

Status: Answer filed. Discovery in progress.

SIFA Investment Inc. v. Compt., et al.

Cause Number: D-1-GN-08-004097 AG Case #: 083091199

Filed: 11/12/2008

Tax;

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Canfield, Gregory W. San Antonio

Issue:

Status: Answer filed.

SSD Enterprises, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-002301 AG Case #: 082518697

Filed: 7/1/2008

Other Tax; Protest

Claim Amount Reporting Period

\$64,485.00 Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Pianelli, James V. Houston

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Discovery abated until resolution of the Texas Entertainment case.

Stuart, Robert T. Jr., Estate of v. Strayhorn, et al.

Cause Number: GN503318

AG Case #: 052216702

Filed: 9/14/2005

Inheritance Tax; Protest

Claim Amount Reporting Period

\$1,293,469.96 N/A

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Wheat, David Thompson & Knight, L.L.P. / Dallas

Hill, Frank Thompson & Knight, L.L.P. / Austin

Issue: Whether Plaintiff's partnership interest located out-of-state is intangible personal property taxable in Texas. Plaintiff claims double taxation.

Status: Discovery in progress.

Texas Cabaret, Inc., dba, et al. v. Compt., et al.

Cause Number: D-1-GN-08-002490 AG Case #: 082520032

Filed: 7/16/2008

Other Tax; Protest

Claim Amount Reporting Period

\$49,795.00 Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Swander, Steven H. Fort Worth

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also seeks declaratory relief and attorney's fees.

Status: Answer filed.

Texas Entertainment, Inc., et al. v. Combs, et al.

Cause Number: D-1-GN-07-004179 AG Case #: 072480643

Filed: 12/7/2007

#03-08-00213-CV

#08-0341

S.O.B. Fee Tax; Declaratory Judgment & Injunction

Claim Amount Reporting Period

2008

Claim Amount Reporting Period
\$138,875.00 Apr. - Sept. 2008

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Shells, T. Craig Richardson

Issue: Whether the Sexually Oriented Business fee is unconstitutional. Plaintiff also seeks declaratory relief and attorney's fees.

Status: Answer filed.

The Men's Club Corp. v. Compt., et al.

Cause Number: D-1-GN-08-002439 AG Case #: 082519091

Filed: 7/10/2008

Other Tax; Protest

Claim Amount Reporting Period
\$60,890.00 Jan. - Apr. 2008

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Pianelli, James V. Houston

Issue: Whether the Sexually Oriented Business fee is unconstitutional.

Status: Discovery abated until resolution of the Texas Entertainment case.

TPI Petroleum, Inc. v. Strayhorn, et al.

Cause Number: GN502629

AG Case #: 052186657

Filed: 7/28/2005

Fuels Tax; Refund

Claim Amount Reporting Period
\$528,639.00 12/01/97 - 06/30/01

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether Plaintiff is entitled to a refund of diesel fuel tax paid on diesel fuel lost by drive-offs, a refund of gasoline tax and diesel fuel tax based on bad debt deductions, and a credit for motor fuel tax paid on sales of reefer fuel.

Status: Discovery in progress.

Travis Co., Texas, Nelda Wells Spears, et al. v. Susan Combs, Compt., et al.

Cause Number: D-1-GN-08-002211 AG Case #: 082531500 Filed: 9/16/2008

Motor Vehicle Tax; Refund

Claim Amount	Reporting Period
\$26,105.98	Jan. 1, 2001 through Mar. 31, 2004

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Martin, Gary Duncan Austin

Issue: Whether the Comptroller may refuse to credit the county for checks used to pay motor vehicle taxes that were returned for insufficient funds more than four years ago.

Status: Answer filed.

Valero Retail Holdings, Inc. & MRP Properties Co., LLC v. Compt., et al.

Cause Number: D-1-GN-08-004672 AG Case #: 093097376 Filed: 12/24/2008

Motor fuel tax Tax; Refund

Claim Amount	Reporting Period
\$3,224,831.00	08/1/1999 through 07/31/2003

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.

Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether Plaintiff is entitled to: a refund of motor fuel tax paid on fuel lost due to drive-offs; a refund of motor fuel tax based on bad debt deductions; and a credit for motor fuel tax paid on reefer fuel and fuel used for other off-road uses.

Status: Answer filed.

Vinson Oil Distribution v. Strayhorn, et al.

Cause Number: D-1-GN-06-003262 AG Case #: 062405956

Filed: 8/31/2006

Fuels Tax; Protest

Claim Amount	Reporting Period
\$40,711.92	(Diesel)
\$1,861.38	(Gasoline)
	12/01-31/01
	12/01-31/02
	12/01-31/03

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A.

OAG Taxation / Austin

Opposing Counsel

Tourtellotte, Tom

Hance Scarborough Wright Woodward &
Weisbart, L.L.P. / Austin

Issue: Whether Plaintiff is entitled to a refund of gasoline tax and diesel fuel tax based on bad debt deductions resulting from proprietary card usage. Plaintiff claims violation of due process, equal protection and equal and uniform taxation.

Status: Inactive.

Closed Cases

7-Eleven, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-05-01845 AG Case #: 052154382

Filed: 5/23/2005

Franchise Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$203,117.59	1994 - 1996

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether the franchise tax requirement under Tax Code §171.110 to add back officer and director compensation to the tax base without voter approval is unconstitutional. Plaintiff claims disparate tax treatment based on the number of shareholders within a corporation, and violation of equal and uniform taxation and the Equal Protection Clause. Whether the provision also discriminates unconstitutionally between banks and other corporations and should be limited to officers with significant authority.

Status: Plaintiff's Unopposed Motion to Consolidate Cause Nos. GN-501854 and D-1-GN-06-002389 into Cause No. GN-501845 filed 11/07/06. Plaintiff's Motion for Partial Summary Judgment filed 02/04/08. Defendants filed a Cross-Motion for Partial Summary Judgment on 04/15/08 and an Amended Motion for Partial Summary Judgment on 04/28/08. Cross-Motions for Summary Judgment heard on 05/15/08. Defendants' Amended Motion for Partial Summary Judgment granted on 06/05/08 and Plaintiff's Motion was denied. Plaintiff filed non-suit on 02/23/09.

7-Eleven, Inc. v. Strayhorn, et al.

Cause Number: GN501854 AG Case #: 052154390

Filed: 5/23/2005

Franchise Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$169,857.71	1997 - 1999

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether the franchise tax requirement under Tax Code §171.110 to add back officer and director compensation to the tax base without voter approval is unconstitutional. Plaintiff claims disparate tax treatment based on the number of shareholders within a corporation, and violation of equal and uniform taxation and the Equal Protection Clause. Whether the provision also discriminates unconstitutionally between banks and other corporations and should be limited to officers with significant authority.

Status: Motion granted 11/07/06 to consolidate into case styled 7-Eleven, Inc. v. Strayhorn, et al., Cause #D-1-GN-05-001845. Case non-suited on 02/23/09.

7-Eleven, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002389 AG Case #: 062380316

Filed: 6/29/2006

Franchise Tax; Refund

Claim Amount	Reporting Period
\$169,847.71	1997 - 1999

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug

Issue: Whether add-back of officer compensation is a personal income tax requiring voter approval. Whether Section §171.110 and Rule 3.558 violate equal protection. Alternatively, whether the amount of add-back is overstated.

Status: Motion granted 11/07/06 to consolidate into case styled 7-Eleven, Inc. v. Strayhorn, et al., Cause #D-1-GN-05-001845. Case non-suited on 02/23/09.

7-Eleven, Inc. vs. Compt., et al.

Cause Number: D-1-GN-08-002122 AG Case #: 082516196

Filed: 6/18/2008

Franchise Tax; Refund

Claim Amount	Reporting Period
\$247,921.30	2000 through 2003

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Issue: Whether the officer compensation add-back provision is unconstitutional under the limitation on personal income taxes or equal protection.

Status: Plaintiff filed non-suit on 02/23/09.

Allstate County Mutual Insurance Company; Allstate Insurance Company; Allstate Indemnity Company; Allstate Texas Lloyds; and Allstate Property and Casualty Insurance Company v. Strayhorn, et al.

Cause Number: GN300968 AG Case #: 031778947

Filed: 3/26/2003

Insurance Premium Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$1,544,443.60	1995-2004

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Werkenthin, Fred B. Jackson Walker, L.L.P. / Austin
Moore, Steven D.

Issue: Whether Plaintiffs owe gross premiums tax on defaulted auto insurance premiums that are not received.

Status: Discovery in progress. Plaintiffs' Third Amended Petition filed 10/03/07. Encompass Home and Auto Insurance Company's Plea in Intervention filed 10/03/07. Allstate Fire and Casualty Insurance Company's Plea in Intervention filed 10/03/07. Plaintiffs' Motion for

Summary Judgment filed 01/28/08. Hearing on Cross-Motions for Summary Judgment held 10/16/08. Trial court granted Defendants' Cross-Motions for Summary Judgment and denied Plaintiffs' Motions for Summary Judgment. Final Judgment signed by court on 11/24/08.

Barney Holland Oil Co. vs Compt., et al.

Cause Number: D-1-GN-08-000250 AG Case #: 082492216

Filed: 1/22/2008

Fuels Tax; Declaratory Judgment

Claim Amount	Reporting Period
\$104,000.00	01/01/04-02/28/05

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Hudman, Douglas R.

Issue: Whether fuel access cards may be treated as credit cards for purposes of the bad debt deduction for fuels taxes.

Status: Summary Judgment hearing set for 06/26/08. Plea to the Jurisdiction filed 06/06/08. Plea to the Jurisdiction and Order of Dismissal granted 06/26/08.

CallSource, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-004597 AG Case #: 083095554

Filed: 12/19/2008

Sales Tax; Protest

Claim Amount	Reporting Period
\$244,033.70	10/01/03 through 05/31/07

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis OAG Taxation / Austin

Opposing Counsel

Wahby, Peter S. Greenberg Traurig, LLP / Dallas

Issue: Whether customer information tracking services (associated w/marketing campaigns) are taxable as information services or exempt as proprietary information. Whether other, non-taxable, information services were included in lump-sum customer invoices. Preemption under the Internet Tax Freedom Act. Plaintiff also asserts multi-state benefit & lack of nexus.

Status: Case non-suited on 01/09/09. Refiled under cause # D-1-GN-09-000188. Answer & Request for Disclosure filed 02/12/09.

Charles Dawson, et al. vs. Comptroller, et al.

Cause Number: CV12,011

AG Case #: 072463946

Filed: 8/7/2007

Property Tax; Protest

Claim Amount	Reporting Period
\$849,870.00	2007

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A.

OAG Taxation / Austin

Opposing Counsel

Perkins-Mouton, Trina

Attorney at Law / Houston

Issue: Whether Plaintiff's property tax assessment was excessive

Status: The matters in dispute were settled by the parties. Agreed Final Judgment signed 01/02/08.

Coastal Industries, Inc. v. Compt., et al.

Cause Number: D-1-GN-08-004213

AG Case #: 083091561

Filed: 11/20/2008

Sales and use Tax; Protest

Claim Amount	Reporting Period
\$73,411.29	Oct. 1, 2000 - June 30, 2003

Counsel Associated With This Case:

Assistant Attorney General

McKinney, Dennis

OAG Taxation / Austin

Opposing Counsel

Bencowitz, Lynn M.

Beaumont

Issue: Whether mold remediation services are taxable. Whether Plaintiff is entitled to detrimental reliance on Comptroller advice. Whether tax is not owed or interest should be required because of work done after a natural disaster.

Status: Case non-suited without prejudice 12/12/08.

Colonial Surgical Supply, Inc. & Henry Schein, Inc., as Successor-in-Interest to Colonial Surgical Supply, Inc. v. Combs, et al.

Cause Number: D-1-GN-07-001967 AG Case #: 072458896

Filed: 6/29/2007

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$2,122,997.61	01/01/97 - 09/30/04

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene	OAG Taxation / Austin
--------------	-----------------------

Opposing Counsel

Lyda, Kirk	Jones Day / Dallas
Gall, Maryann B.	Jones Day / Columbus, OH
Mansfield, Douglas M.	
Shambaugh, Phyllis J.	

Issue: Whether Plaintiff's out-of-state mail order business meets the "substantial nexus" requirement to justify sales tax liability. Plaintiff claims violation of the Commerce Clause of the U.S. Constitution, Due Process Clause, Equal Protection Clause, and Tax Code Section 171.001(c). Plaintiff also requests waiver of penalty and attorneys' fees.

Status: Answer filed. Discovery in progress. Motion to Consolidate with case styled Colonial Surgical Supply, Inc. and Henry Schein, Inc., as Successor-in-Interest to Colonial Surgical Supply, Inc. v. Combs, et al., Cause # D-1-GN-07-001968 granted 09/21/07. Agreed Judgment signed 02/27/09. Case settled.

Colonial Surgical Supply, Inc. and Henry Schein, Inc., as Successor-in-Interest to Colonial Surgical Supply, Inc. v. Combs, et al.

Cause Number: D-1-GN-07-001968 AG Case #: 072458797

Filed: 6/29/2007

Franchise Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$122,419.77	1997 - 2003

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene	OAG Taxation / Austin
--------------	-----------------------

Opposing Counsel

Lyda, Kirk
Gall, Maryann B.
Mansfield, Douglas M.
Shambaugh, Phyllis J.

Jones Day / Dallas
Jones Day / Columbus, OH

Issue: Whether Plaintiff's out-of-state mail order business meets the "substantial nexus" requirement to justify franchise tax liability. Whether Plaintiff's activities at tradeshows in Texas exceeded the limitations set forth in Tax Code Section 171.084. Plaintiff claims violation of the Commerce Clause of the U.S. Constitution, Due Process Clause, Equal Protection Clause, and Tax Code Section 171.001(c). Plaintiff also requests waiver of penalty and attorneys' fees.

Status: Case consolidated into Colonial Surgical Supply, Inc. & Henry Schein, Inc., as Successor-in-Interest to Colonial Surgical Supply, Inc. v. Combs, et al. Cause #D-1-GN-07-001967. Agreed Judgment signed 02/27/09. Case settled.

Culberson County-Allamoore ISD v. Strayhorn

Cause Number: D-1-GV-06-001443 AG Case #: 062390018 Filed: 8/3/2006

Property Tax; Administrative Appeal

Claim Amount	Reporting Period
\$0.00	2005

Counsel Associated With This Case:

Assistant Attorney General

Wolfe, Susan OAG Taxation / Austin

Opposing Counsel

Bonilla, Ray Ray, Wood & Bonilla, L.L.P. / Austin

Issue: Whether the Comptroller erred by not properly selecting and valuing sample properties in Categories A, C and D3 property. Whether the Comptroller erred in its procedures and methods used to properly value Categories A, C and D3 property. Whether the Comptroller's order on the value study is arbitrary and unreasonable and supported by substantial evidence.

Status: Court sent notice of DWOP scheduled for 12/05/08. Notice of non-suit filed 12/10/08.

Daingerfield-Lone Star ISD v. Strayhorn

Cause Number: D-1-GV-06-001444 AG Case #: 062390034 Filed: 8/3/2006

Property Tax; Administrative Appeal

Claim Amount	Reporting Period
\$0.00	2005

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Bonilla, Ray Ray, Wood & Bonilla, L.L.P. / Austin

Issue: Whether the Comptroller erred by not properly selecting and valuing sample properties in Categories A and F1 property. Whether the Comptroller erred in its procedures and methods used to properly value Categories A and F1 property. Whether the Comptroller’s order on the value study is arbitrary and unreasonable and supported by substantial evidence.

Status: Notice of nonsuit filed 09/11/08.

El Paso Corporation v. Strayhorn, et al.

Cause Number: GN304213 AG Case #: 031879356 Filed: 10/28/2003

Franchise Tax; Protest

Claim Amount	Reporting Period
\$2,278,308.75	1999 - 2001

Counsel Associated With This Case:

Assistant Attorney General

Van Oort, Kevin OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether severance pay and merger expenses were improperly included in Plaintiff’s apportionment factor. Whether other income was improperly sourced or included. Whether certain deductions were erroneously disallowed. Plaintiff also seeks waiver of all penalty and interest.

Status: Case settled. Agreed Judgment entered 01/15/09.

El Paso Natural Gas Company v. Strayhorn, et al.

Cause Number: GN501395 AG Case #: 052141975 Filed: 4/25/2005

Gas Production Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$10,517.30	01/01/87 - 12/31/87

01/01/88 - 12/31/88

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray
Sigel, Doug
Dashiell, Doug

Issue: Whether Plaintiff owes gas production tax on Order 94 Payments. Whether Plaintiff is liable for tax on gas purchases as a producer or exempt as a purchaser. Whether Plaintiff is exempt from paying severance taxes as an interstate natural gas pipeline company. Plaintiff claims violation of the Due Process, Commerce, and Supremacy Clauses, and equal and uniform taxation. Plaintiff requests that the assessed penalty and interest be waived, and seeks attorneys' fees.

Status: Order granting Motion to Consolidated Cause Nos.GN502628, GN502815, GN503965 into this case, Cause #GN501395 signed 12/16/05. Case Dismissed With Prejudice. Agreed Judgment signed 10/07/08.

El Paso Natural Gas Company v. Strayhorn, et al.

Cause Number: GN502628

AG Case #: 052186640

Filed: 7/28/2005

Gas Production Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$41,492.78	01/01/87 - 12/31/87
\$31,595.18	01/01/87 - 12/31/87 (penalty)
\$87,955.50	01/01/87 - 12/31/87 (interest)
\$25,231.65	01/01/88 - 12/31/88
\$44,138.50	01/01/88 - 12/31/88 (interest)

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray
Sigel, Doug
Dashiell, Doug

Issue: Whether Order 94 payments are exempt from tax. Whether Plaintiff is liable for taxes as a gas producer or exempt as a purchaser. Whether imposition of the gas production tax on Plaintiff violates the Commerce Clause and Supremacy Clause. Whether gas contract settlement payments or transactions are taxable. Plaintiff claims violation of due process rights under the Constitutions of both Texas and the United States. Plaintiff also claims violation of equal and uniform taxation. Plaintiff seeks attorneys' fees, and waiver of penalties and interest assessed.

Status: This case consolidated into El Paso Natural Gas Company v. Strayhorn, et al., Cause #GN501395. Case Dismissed With Prejudice. Agreed Judgment in Cause #GN501395 signed 10/07/08.

El Paso Natural Gas Company v. Strayhorn, et al.

Cause Number: GN502815

AG Case #: 052195583

Filed: 8/10/2005

Gas Production Tax; Protest

Claim Amount	Reporting Period
\$2,217,939.19	12/01/82 - 12/31/86
	01/01/89 - 12/31/90

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H.

OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.

Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Sigel, Doug

Dashiell, Doug

Issue: Whether Plaintiff owes gas production tax on Order 94 Payments. Whether Plaintiff is liable for taxes as a gas producer or exempt as a purchaser. Whether gas contract settlement payments or transactions are taxable. Plaintiff claims that taxes assessed by the defendant is "double-dipping," and time limitations bar the assessments. Plaintiff claims violation of due process rights under the Constitutions of both Texas and the United States, and violation of the Commerce Clause and Supremacy Clause. Plaintiff also claims violation of equal and uniform taxation. Plaintiff seeks attorneys' fees and waiver of interest assessed. Plaintiff also requests disclosure of certain information and material.

Status: This case consolidated into El Paso Natural Gas Company v. Strayhorn, et al., Cause #GN501395. Case Dismissed With Prejudice. Agreed Judgment in Cause #GN501395 signed 10/07/08.

El Paso Natural Gas Company v. Strayhorn, et al.

Cause Number: GN503965

AG Case #: 052243847

Filed: 11/2/2005

Gas Production Tax; Refund

Claim Amount	Reporting Period
\$1,814,098.80	12/01/82 - 12/31/86
\$1,958,296.59	12/01/82 - 12/31/86 (interest)
\$32,615.00	01/01/89 - 12/31/90
\$37,401.27	01/01/89 - 12/31/90 (interest)

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H.

OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W.

Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Sigel, Doug

Dashiell, Doug

Issue: Whether Plaintiff owes gas production tax on Order 94 Payments. Whether Plaintiff is liable for taxes as a gas producer or exempt as a purchaser. Whether imposition of the gas production tax on Plaintiff violates the Commerce Clause and Supremacy Clause. Whether gas contract settlement payments or transactions are taxable. Plaintiff claims violation of equal and uniform taxation. Plaintiff claims that taxes assessed by the defendant is "double-dipping," and time limitations bar the assessments. Plaintiff claims violation of due process rights under the Constitutions of both Texas and the United States. Plaintiff seeks attorneys' fees and waiver of interest assessed.

Status: This case consolidated into El Paso Natural Gas Company v. Strayhorn, et al., Cause #GN501395. Case Dismissed With Prejudice. Agreed Judgment in Cause #GN501395 signed 10/07/08.

Graybar Electric Company, Inc. v. Sharp, et al.

Cause Number: 97-01795

AG Case #: 97682966

Filed: 2/13/1997

Sales Tax; Protest

Claim Amount Reporting Period
\$107,667.00 01/01/88 - 12/31/91

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether the sample audit resulted in a correct assessment.

Status: Settlement negotiations in progress. Unopposed Motion to Retain filed 09/25/06 by Plaintiff; granted 02/26/07. All issues in dispute were resolved by the parties. Agreed judgment signed 04/06/09.

Herndon Marine Products, Inc. v. Sharp, et al.

Cause Number: 91-14786

AG Case #: 91164788

Filed: 10/18/1991

Sales Tax; Refund

Claim Amount Reporting Period
\$62,465.00 01/01/87 - 03/31/90

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Bell, John D. Wood, Boykin & Wolter / Corpus Christi

Issue: Whether predominant use of electricity from Plaintiff's meter is exempt. Whether burden of proof in administrative hearing should be clear and convincing evidence or preponderance of the evidence.

Status: Special exceptions and answer filed. Defendants' filed a Motion to Dismiss for Want of Prosecution. Order of Dismissal signed 03/04/09.

Kendrick Oil Company v. Combs, et al.

Cause Number: D-1-GN-07-001031 AG Case #: 072445638

Filed: 4/5/2007

Fuels Tax; Refund

Claim Amount Reporting Period
01/01/99 - 07/31/02

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Grissom, Donald H. Grissom & Thompson / Austin
Thompson, III, William W.

Issue: Whether motor fuel taxes should be assessed on all tax-free diesel fuel sold by Plaintiff during the audit period or just those gallons exceeding the gallonage limits prescribed in Section 153.205(f) of the Tax Code. Plaintiff also claims the Comptroller improperly assessed diesel fuel taxes for sales allegedly not made in conformance with Sections 153.205 and 162.206 of the Tax Code.

Status: Order granting Defendants' Cross-Motion for Summary Judgment signed 03/04/09.

Minyard Food Stores, Inc. vs Compt., et al.

Cause Number: D-1-GN-07-003882 AG Case #: 072481211

Filed: 11/8/2007

Sales Tax; Protest

Claim Amount Reporting Period
\$1,221,250.86 08/01/95 - 10/31/01

Counsel Associated With This Case:

Assistant Attorney General

Barenblat, Marc A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether sample was defective because of missing records and credit items. Whether assessments were made on non-taxable services. Whether utility and manufacturing exemptions applied to some items. Whether the statute of limitations was properly extended.

Status: Case settled. Agreed Judgment signed 01/20/09.

Phenomenom v. Strayhorn, et al.

Cause Number: D-1-GN-06-000658 AG Case #: 062295472

Filed: 2/23/2006

Mixed Beverage Gross Receipts Tax; Declaratory Judgment

Claim Amount	Reporting Period
\$85,000.00	10/01/99 - 04/30/01

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Hopkins, Mark D. Savrick, Schumann, Johnson, McGarr, Kaminski
& Shirley / Austin

Issue: Whether the sampling procedure used by the Comptroller was flawed, causing an incorrect tax assessment. Plaintiff claims Tax Code §112.108 is unconstitutional. Plaintiff seeks waiver of all penalty and interest, and seeks declaratory relief and attorneys' fees.

Status: Order of Dismissal for Want of Prosecution signed 11/26/08.

Sharper Image Corporation v. Rylander, et al.

Cause Number: GN203645

AG Case #: 021686779

Filed: 10/9/2002

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$264,355.46	07/01/94 - 11/30/97

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eisenstein, Martin I. Brann & Isaacson / Lewiston, ME

Beal, Kevin J.

Bernal, Jr., Gilbert J. Stahl, Bernal & Davies / Austin

Issue: Whether use tax imposed on catalogs shipped from out-of-state is unlawful because: (1) Plaintiff never used the catalogs in Texas; (2) the tax violates the Commerce Clause; and, (3) Rule 3.346 is unconstitutional. Plaintiff also seeks declaratory relief and attorneys' fees.

Status: The parties settled all disputed claims. Agreed Judgment signed 12/05/08, settling this cause and Cause No. GN203821.

Sharper Image Corporation v. Rylander, et al.

Cause Number: GN203821

AG Case #: 021696851

Filed: 10/22/2002

Sales Tax; Protest & Declaratory Judgment

Claim Amount	Reporting Period
\$258,205.20	12/01/97 - 03/31/01

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Eisenstein, Martin I. Brann & Isaacson / Lewiston, ME
Beal, Kevin J.

Bernal, Jr., Gilbert J. Stahl, Bernal & Davies / Austin

Issue: Whether use tax imposed on catalogs shipped from out-of-state is unlawful because: (1) Plaintiff never used the catalogs in Texas; (2) the tax violates the Commerce Clause; and, (3) Rule 3.346 is unconstitutional. Plaintiff also seeks declaratory relief and attorneys' fees.

Status: Case consolidated into Sharper Image Corporation v. Rylander, et al., Cause # GN203645 per court order signed 04/09/03. The parties settled all disputed claims. Agreed Judgment signed 12/05/08, settling this cause and Cause No. GN203645.

Steamatic of Austin, Inc., et al. v. Rylander, et al.

Cause Number: GN200631

AG Case #: 021567771

Filed: 2/25/2002

Sales Tax; Refund

Claim Amount	Reporting Period
\$103,335.27	04/01/91 - 04/30/94

Counsel Associated With This Case:

Assistant Attorney General

Maloney, Natalie A. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin
Langenberg, Ray

Issue: Whether Plaintiff is entitled to a tax refund for repairs to tangible personal property on the grounds that such repairs were for casualty losses exempt under the Comptroller's Rules 3.357 and 3.310. Whether the claim is barred by limitations. Whether the Comptroller

improperly changed the rule on casualty losses.

Status: Motion for summary judgment filed. Response filed. Partial summary judgment on limitations granted for Plaintiff 04/07/04. Case dismissed for want of prosecution 02/28/07.

STP Nuclear Operating Co. v. Combs

Cause Number: D-1-GN-07-002357 AG Case #: 072462294

Filed: 7/30/2007

Insurance Premium Tax; Protest

Claim Amount	Reporting Period
\$172,397.04	2006

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Newton, Howard P. Cox Smith Matthews Inc. / San Antonio

Issue: Whether the independently procured insurance tax may be collected from a Texas corporation despite the decisions in Todd Shipyards and Dow Chemical. Whether imposition of the violates equal protection or is pre-empted by federal law governing the operation of nuclear plants.

Status: Answer filed 08/09/07. Inactive. Pending resolution of companion STP case. Case non-suited 03/05/09.

STP Nuclear Operating Company v. Combs, et al.

Cause Number: GN302053 AG Case #: 031808371
#03-06-00428-CV
#07-0482

Filed: 6/11/2003

Insurance Premium Tax; Protest

Claim Amount	Reporting Period
\$115,287.80	2002
\$125,848.14	2003

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene OAG Taxation / Austin

Opposing Counsel

Newton, Howard P.
Ruiz, Rene D.

Cox Smith Matthews Inc. / San Antonio

Issue: Whether the independently procured insurance tax may be collected from a Texas corporation despite the decisions in Todd Shipyards and Dow Chemical. Whether imposition of the tax violates equal protection or equal taxation.

Status: Due to order consolidating cases entered 06/27/05, STP Nuclear Operating Co. v. Strayhorn, et al., Cause No. GN501910, consolidated into this case. Hearing on cross-motions for summary judgment held 04/17/06. Judgment granted for Plaintiff on grounds of McCarran-Ferguson Act and for Defendants on issue of pre-emption. Judgment signed 06/20/06. State filed Notice of Appeal 07/18/06; docketing statement filed 07/21/06. Clerk's Record filed 08/30/06. Appellants' brief filed 10/20/06. Appellee's brief filed 12/04/06. Submitted on Oral Argument 01/10/07. Letter brief filed by State 02/06/07. Letter brief filed by Appellee 02/15/07. Letter brief filed by State 02/27/06. Opinion issued 05/01/07 reversing the trial court's judgment and rendering judgment in favor of the Comptroller. Petition for Review filed in the Texas Supreme Court 06/15/07. Waiver of Response filed 07/06/07. Court requested response; filed 09/07/07. Briefing on the Merits requested 12/17/07. Case record filed 12/20/07. Petitioner's Briefing on the Merits due 01/16/08. Respondents' Briefing on the Merits due 02/05/08. Petitioner's Motion for Extension of Time to File Brief filed 01/15/08; granted 01/16/08. Petitioner's Brief filed 01/30/08. Respondents' Brief on the Merits filed 03/11/08. Petitioners' Reply Brief filed 03/26/08; denied 08/29/08. Petitioner's Motion for Rehearing filed 09/29/08. Response requested by the Supreme Court 11/04/08. Response to Motion for Rehearing filed 11/19/08. Motion for Rehearing denied by the Texas Supreme Court on 12/19/08.

STP Nuclear Operating Company v. Strayhorn, et al.

Cause Number: GN501910

AG Case #: 052155728

Filed: 5/27/2005

Insurance Premium Tax; Protest

Claim Amount Reporting Period

\$154,235.67 2004

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene

OAG Taxation / Austin

Opposing Counsel

Newton, Howard P.

Cox Smith Matthews Inc. / San Antonio

Ruiz, Rene D.

Issue: Whether the independently procured insurance tax may be collected from a Texas corporation despite the decisions in Todd Shipyards and Dow Chemical. Whether imposition

of the tax violates equal and uniform protection or is pre-empted by federal law governing the operation of nuclear plants.

Status: Order to consolidate cases entered 06/27/05. This case consolidated into STP Nuclear Operating Co. v. Strayhorn, et al., Cause No. GN302053. Motion for Rehearing denied by the Texas Supreme Court on 12/19/08.

STP Nuclear Operating Company v. Strayhorn, et al.

Cause Number: GN503375

AG Case #: 052214509

Filed: 9/19/2005

Insurance Premium Tax; Refund

Claim Amount Reporting Period

\$529,071.60 1998 - 2001

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene

OAG Taxation / Austin

Opposing Counsel

Newton, Howard P.

Cox Smith Matthews Inc. / San Antonio

Ruiz, Rene D.

Issue: Whether the independently procured insurance tax may be collected from a Texas corporation despite the decisions in Todd Shipyards and Dow Chemical. Whether imposition of the tax violates equal and uniform protection or is pre-empted by federal law governing the operation of nuclear plants.

Status: Inactive. Pending resolution of companion STP case. Case non-suited on 03/05/09.

STP Nuclear Operating Company v. Strayhorn, et al.

Cause Number: D-1-GN-06-002569 AG Case #: 062382932

Filed: 7/14/2006

Insurance Premium Tax; Protest

Claim Amount Reporting Period

\$166,950.77 2005

Counsel Associated With This Case:

Assistant Attorney General

Storie, Gene

OAG Taxation / Austin

Opposing Counsel

Newton, Howard P.

Cox Smith Matthews Inc. / San Antonio

Ruiz, Rene D.
Figueroa, Rodrigo J.

Issue: Whether the independently procured insurance tax may be collected from a Texas corporation despite the decisions in Todd Shipyards and Dow Chemical. Whether imposition of the tax violates equal and uniform protection or is pre-empted by federal law governing the operation of nuclear plants.

Status: Answer filed. Inactive. Pending resolution of companion STP case, Cause#03-06-00428-CV. Case non-suited 03/05/09.

USCOC of Texahoma, Inc., Successor to USCOC of Corpus Christi, Inc. v. Strayhorn, et al.

Cause Number: D-1-GN-06-002388 AG Case #: 062380266 Filed: 6/29/2006

Sales Tax; Protest

Claim Amount	Reporting Period
\$110,668.91	01/01/97 - 06/30/01

Counsel Associated With This Case:

Assistant Attorney General

Masters, Paul H. OAG Taxation / Austin

Opposing Counsel

Eidman, Mark W. Scott, Douglass & McConnico, L.L.P. / Austin

Langenberg, Ray

Sigel, Doug

Issue: Whether Plaintiff owes use tax on telecommunications equipment components shipped out-of-state by a vendor and manufactured into site base stations which are then shipped back into Texas.

Status: Cross-Motions for Summary Judgment filed by each party. Hearing held 07/16/08. Judgment for Comptroller.

Williams, Duane Everett v. Comptroller

Cause Number: GN304667 AG Case #: 031899222 Filed: 12/10/2003

Sales Tax; Refund & Declaratory Judgment

Claim Amount	Reporting Period
\$50,000.00	2002

Counsel Associated With This Case:

Assistant Attorney General

Cloudt, Jim B. OAG Taxation / Austin

Opposing Counsel

Cooper, Michael R. Attorney at Law / Salado

Issue: Whether Plaintiff's civil rights were violated by the Comptroller's audit and whether the audit assessment should be set aside for lack of substantial evidence.

Status: Case Dismissed for Want of Prosecution 08/31/07.

Index

aircraft

out of state registration 50

Amusement Tax

real property services 87

Apportionment of Interstate

Security Service

-- 126

nexus, taxable use 90

use tax--printed out of state 90

waiver 126

Assessment

authority of Comptroller 44
conspiracy 123
convenience store 19
convenience store/deli 81
double taxation 23, 33, 78, 85, 85
estimated audit 81
export items 78
insolvency relief 84
liability for tax 21, 32, 66
notice 32
sales tax 21
sample audit 155
successor liability for tax 32
tax overpayments 75
tax-free fuel 156

Audit

double taxation 78
procedure 86, 87, 163
software services 78

Bad Debt Credit

fuel access cards 148
private label agreement 65
proprietary card usage 143

Business Loss Carry Forward

limitations 4

tax credits 4

Cash Infusion

cash infusion 2

Catalogs

nexus 67
nexus, taxable use 158, 158
use tax--printed out of state 67, 67

Class Action

sales tax 72

Computer Software

services 102
software services 15

Construction Contract

exempt entities 30
lump sum or separated contract 25, 43, 46, 95

Credit for Overpaid Tax

inventory or bankruptcy 106, 106

Data Processing

allocation 16

Depreciation

net pension liabilities 1
straight line or accelerated 11

Domestic Insured

constitutional limits on tax 160, 160, 161, 162, 162

Electricity

manufacturing exemption 22, 63, 91, 92, 98
processing 58, 58, 89, 93, 93, 94, 94, 102, 103, 104, 104

Environmental Services

essence of the transaction 77

new construction or maintenance	23		
<i>Estate Values</i>			
liability for tax	138		
partnership interest	138		
taxable gifts	122		
<i>Financing Lease</i>			
liability for tax	29		
<i>Food Products</i>			
mall vendor	68		
<i>Fuels</i>			
bad debt credit	141, 143		
bad debt credits; drive-offs;	142		
reefer; off-road use			
drive-offs	141		
reefer	141		
<i>Gas</i>			
manufacturing exemption	91, 92		
sale for resale	89		
<i>Gross Premiums</i>			
defaulted auto policies	147		
paid-up additions	114		
premium reduction	109, 114, 119		
renewal premiums	114		
split premium to agent	110, 110, 112, 112, 113, 113, 115, 115, 116, 116, 117, 117, 118		
<i>Gross Receipts</i>			
apportionment of accounts receivables receipts	4		
apportionment of intangible receipts	5, 10		
Apportionment of Interstate Security Service	3		
apportionment of pension reversion gain	7		
earned surplus	6		
interstate telephone charges	3, 9		
inventory depletion	132		
merger expenses	152		
severance pay	152		
		<i>Inaccurate Certification</i>	
		commercial real property	137
		sampling method	129, 130, 131, 134, 151, 151
		valuation methods	127, 134, 151, 151
		<i>Information services</i>	
		Internet Tax Freedom Act	31
		lump-sum billing; multi-state benefit; nexus	31, 148
		<i>insolvency relief</i>	
		final estimated audit liability	24
		<i>Installation Labor</i>	
		retail	75
		telecommunications equipment	89
		<i>Inter-Company Debt</i>	
		collateral	2
		<i>Interest waiver</i>	
		refund assignment	63
		scaffolding as "materials"	64
		<i>Intraplant Transportation</i>	
		manufacturing exemption	96
		<i>Labor</i>	
		labor	47, 95
		sales tax	36, 36, 43, 44, 98
		<i>Leased Property</i>	
		authority of Comptroller	44
		contractor	53
		location of use	44
		ships	44
		<i>Limitations</i>	
		subsequent refund claim	159
		<i>Local Sales Tax</i>	
		consummation of sale	38
		<i>Maintenance</i>	
		real property services	47

sale for resale	45	environmental services	23
<i>Managed audit</i>		finish-out work	29
credit interest	17, 25	labor	36, 43, 98
<i>Manufacturing Exemption</i>		lump sum or separated contract	43, 99
--	98	real property services	47
alteration property	75	sales tax	35
burden of proof	102	tax credits	71
candy manufacturing	77	<i>Nexus</i>	
candy manufacturing; intraplant transportation	76	earned surplus	5
coal mill	31	promotional materials	21, 40, 41, 48, 49, 51, 52, 52
electricity	22, 38, 58, 63, 68, 91, 92, 97, 98	seminar vendor	150, 150
food products	55	taxable capital	5
gas	91, 92	<i>NSF checks</i>	
industrial solid waste	47, 88	county collector	142
intraplant transportation	83, 96	<i>Officer and Director Compensation</i>	
oil field operations	20, 28	add-back to surplus	6, 6, 11, 145, 145
packaging	65, 69, 75, 96	constitutionality	8
pipe	96	income tax	146, 147
pollution control	47, 83	significant policy-making authority	145, 145
post-mix machines	70	<i>Packaging</i>	
rolling stock	83	sale for resale	57
sale for resale	42, 65, 75, 75, 89, 91, 92	shipment out-of-state	34
software licenses	103	<i>Penalty</i>	
software services	17	effect of settlement	24
telecommunications	97	waiver	16, 126
telecommunications equipment	18, 38, 59, 60, 60, 61, 62, 62, 63	<i>Pipe</i>	
useful life period	18	manufacturing exemption	96
<i>Mixed Drinks</i>		<i>Post Production Costs</i>	
audit adjustments	133	natural gas company	152, 153, 154, 155
sampling method	122, 157	order 94 payments	152, 153, 154, 155
<i>Motor Vehicle Property</i>		<i>Pre-acquisition Earnings</i>	
	#Error	write-down	7
nexus	84	<i>Predominant Use</i>	
<i>Motor Vehicle Seller</i>		electricity	156
liability for tax	135		
<i>New Construction</i>			
drilling rigs	95		

Premiums

home warranty insurance 119

Prizes

sale for resale 85, 85

Promotional Materials

nexus 21, 37, 40, 48, 49,
51, 52, 52

ownership of 20, 40, 41, 42, 48,
48, 49

use tax--printed out of state 67

Proof

burden in administrative hearing 156

Push-down Accounting

merger 12

real property repair

mold remediation 41

Real Property Repair and Remodeling

finish-out work 29

mold remediation 149

refrigeration 96

vs. maintenance 53

Real Property Service

asbestos abatement 82

exempt entities 101

golf courses 57

landscaping services 46, 56

rolling stock 19

temporary storage 75, 101

Repair and replacement parts

#Error

Resale Certificates

good faith 91

Sale for Resale

60-day letter 66

blanket resale certificates 23

contractor 15

detrimental reliance 30

double taxation 33

electricity 91, 92

federal contractor 26, 27, 27, 28, 46,
47, 55, 56, 64, 73,
74, 74, 79, 86, 99,
100, 100

fund-raising materials 51

gas 89, 91, 92

hotel amenities 34, 50, 70, 105

manufacturing exemption 91, 92

prizes 85, 85

telecommunications 33, 89, 105

equipment

transfer of care, custody,
and control of equipment 85, 85

sales tax permit

redetermination 76

Sample Audits

compliance with procedures 53

non-taxable items 157

sample audit 155

Sampling Technique

bad debt credit 59

exemption certificates 79

missing records 80

sales tax 80, 81, 157

validity 155

sexually oriented business fee

constitutionality 121, 121, 122, 123,
124, 124, 125, 126,
127, 128, 128, 129,
130, 131, 132, 134,
136, 137, 138, 139,
139, 140, 140, 141

Ship unloaders

#Error

Subsidiary

valuation of 7

Successor Liability

assessment after sale 54

business interference	135, 136
disputed ownership of assets	26

Surplus Lines Insurer

unauthorized insurance tax	109
----------------------------	-----

Tax Credits

deferred tax liability	8
------------------------	---

Taxable Surplus

impairment	35
impairment calculation	1, 2
merger	12
oil and gas properties	10

Telecommunication Services

accounts receivable	12
networking services	12
TIF assessment	133

Telecommunications Equipment

components	163
------------	-----

Third Party Lender

inter-company debt	2
sale of collateral	54

Valuation Methods

impairment calculation	1
valuation methods	1

Vending Machine Sales

exempt entities	73
money validators	71

Waste Removal

homeowners' associations	39
industrial solid waste	76
real property services	19, 47, 75, 96

Write-down

investment in subsidiaries	7
----------------------------	---