

John Still

---

From: Todd Overton  
Sent: Tuesday, August 27, 2002 1:10 PM  
To: Tom Floerchinger; John Still  
Subject: FW: Lance Armstrong

Let me know if this is a problem. If not, can we issue check today?

-----Original Message-----

From: Price, Kelly [mailto:kelly.price@esixcorp.com]  
Sent: Tuesday, August 27, 2002 11:58 AM  
To: 'Todd Overton'  
Subject: RE: Lance Armstrong

Todd, we are not sure of Lance's availability to get the statement and Tailwind has decided to accept the monies directly and make the payment to Lance. So please make it payable to Tailwind Sports, LLC and send to Sue Tabler at the following address. I told her she wld have it tomorrow.

135 Gasoline Alley, Mooreville, NC 28117  
Ph No. 704 660 9840

Please let me know if this is a problem.

-----Original Message-----

From: Todd Overton [mailto:todd.overton@scapromo.com]  
Sent: Monday, August 26, 2002 4:22 PM  
To: 'kelly.price@esixcorp.com'  
Subject: FW: Lance Armstrong

-----Original Message-----

From: Tom Floerchinger  
Sent: Monday, August 26, 2002 3:19 PM  
To: Todd Overton  
Subject: RE: Lance Armstrong

Just a letter saying he is responsible for the jurisdiction where taxes might be payable and that he acknowledges that no taxes have been withheld.

Regardless of everything else we might agree we will still be reporting the payment to the IRS, and we need the SSN.

Bandy can do a one paragraph acknowledgement.

Tom

-----Original Message-----

From: Todd Overton  
Sent: Monday, August 26, 2002 3:16 PM  
To: Tom Floerchinger  
Subject: FW: Lance Armstrong



**Kelly Price**

---

**From:** Todd Overton [todd.overton@scapromo.com]  
**Sent:** Monday, August 26, 2002 4:22 PM  
**To:** Kelly Price  
**Subject:** FW: Lance Armstrong

-----Original Message-----

**From:** Tom Floerchinger  
**Sent:** Monday, August 26, 2002 3:19 PM  
**To:** Todd Overton  
**Subject:** RE: Lance Armstrong

Just a letter saying he is responsible for the jurisdiction where taxes might be payable and that he acknowledges that no taxes have been withheld.

Regardless of everything else we might agree we will still be reporting the payment to the IRS, and we need the SSN.

Bandy can do a one paragraph acknowledgement.

Tom

-----Original Message-----

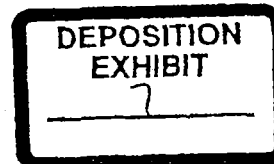
**From:** Todd Overton  
**Sent:** Monday, August 26, 2002 3:16 PM  
**To:** Tom Floerchinger  
**Subject:** FW: Lance Armstrong

-----Original Message-----

**From:** Price, Kelly [mailto:kelly.price@esixcorp.com]  
**Sent:** Monday, August 26, 2002 3:14 PM  
**To:** 'Todd Overton'  
**Subject:** RE: Lance Armstrong

What are you looking for in terms of 'his agreement to be responsible for any taxes arising from the payment' I need some directions on what specifically you need.  
thanks

BB1  
31



CL 0225

Kelly Price

---

From: Todd Overton [todd.overton@scapromo.com]  
Sent: Monday, August 26, 2002 4:11 PM  
To: Kelly Price  
Subject: RE: Lance Armstrong

Kelly,

See below.

Todd,

I think Kelly miss-understands, the payment is not insurance and he is not an insured. He is an individual who has earned an incentive bonus. This is a paycheck, fully taxable and fully reportable. We are responsible for reporting the payment and based on the reading of the French law it appears the payment is reportable in France. This is his problem.

All we need is his SSN and address plus his agreement to be responsible for any taxes arising from the payment and we will report the income and forward the check.

Keep in mind we are not concerned with the assessing of taxes, all we care about is the reporting.

Tom

-----Original Message-----

From: Price, Kelly [mailto:kelly.price@esixcorp.com]  
Sent: Monday, August 26, 2002 11:44 AM  
To: 'Todd.Overton@scapromo.com'  
Subject: Lance Armstrong

Old you please explain to me again why you can't pay Lance the bonus he has earned.

Since when was it the obligation of the insurance company to assess taxes on bonuses earned by players?...., on a foreign event. What is the relationship between SCA and Lance Armstrong? He is not an independent contractor nor an employee but an insured person.

He will be assessed taxes when he files his US & his French taxes. As I am sure you are aware he does have a home in France as well as TX.

If it would help the cheque can be made payable to 'Lance Armstrong c/o Tailwind Sports, LLC for bonuses earned during the 2002 Tour de France'. That is how the payments for his prior bonuses were processed and it was not a problem for anyone.

BB1  
34

CL 0226