Tax Audit Explanation Letter

Date:
To: [Tax Authority Name]
[Tax Authority Address]
[City, State, Zip Code]
Subject: Explanation Regarding Tax Audit for [Year]
Dear [Tax Authority Contact Name],
I hope this letter finds you well. My name is [Your Name], and I am a freelancer operating under the business name [Your Business Name]. I am writing to provide clarification regarding the recent tax audit notification I received for the tax year [Year].
As a freelancer, my income is derived from various projects with clients, and I maintain a detailed record of all transactions. I understand that accuracy in reporting is crucial, and I strive to ensure compliance with all tax regulations.
During the audit period, my records indicate the following relevant details:
 Total income earned: \$[Amount] Expenses incurred: \$[Amount] Businesses served: [List of clients or projects]
If there are specific transactions or records you require further information on, please do not hesitate to let me know. I am more than willing to cooperate and provide any additional documentation necessary to assist in the audit process.
Thank you for your attention to this matter. I look forward to resolving any questions and ensuring compliance with tax obligations.
Sincerely,
[Your Name]
[Your Address]
[City, State, Zip Code]
[Email Address]

[Phone Number]