

# Tax Resolution Times

*"Read About Taxpayers with IRS Problems & Find Out How to Solve Them"*



**John Niemann CPA**  
Vanguard for the  
Troubled Taxpayer

## INSIDE THIS ISSUE:

Accounting Firm Owner Sentenced to Prison...  
Pg 1

Prison & Fine for Exotic Dancer...Pg 1

Taco Restaurant Owner Really Cooks the  
Books...Pg 2

Prison for Under Reporting \$15 Million of Income  
by \$15 Million...pg 2

Kansas City Payroll Company Owner Sentenced  
for Filing False Tax Returns...pg 3

Fraudulent Scheme to Avoid Foreclosure Nets  
Long Jail Time...pg 3

Embezzler Gets Jail Time-pg 4

IRS Question of the Month...pg 4



"Can't I just hold it for a little while?"

## North Carolina Accounting Firm Owner Sentenced to Prison

**Accountant Denise Swanson of Statesville, North Carolina** gave new meaning to her company, "Bottom-Line Accounting". Between 2006 and 2012, Swanson performed tax preparation services for her clients and businesses, which also included receiving funds from clients to make tax payments on their behalf. Instead of paying the IRS, Swanson embezzled the money for her own personal expenses. Yikes!

Not only was Swanson sentenced to 24 months in prison, 3 years of supervised release and ordered to pay restitution to her clients to the tune of \$839,830, she was ordered by the IRS to pay back taxes of \$249,912 to the for failing to report her embezzled income. Swanson had previously pleaded guilty to tax evasion for the year 2010.

You could say "Bottom-Line Accounting" hit rock bottom!

## Prison and Fine for Exotic Dancer

Failing to report over \$850,000 in income on her 2005-2008 tax returns, Veronica Fairchild of Sioux Falls, South Dakota was sentenced to 33 months in prison, ordered to pay the IRS over \$214,000 in restitution and convicted of four counts of tax fraud. Fairchild claimed the unreported income she received from performing private shows as an exotic dancer was a gift.

## **Taco Restaurant Owner Really Cooks the Books**

Owner Rogelio Villaseñor of the Tacos Michacan restaurant in Boise, Idaho, pleaded guilty to conspiracy to attempt to evade tax.

He failed to report \$1,176,506 of income and was sentenced to 41 months in prison, 3 years supervised release, a \$20,000 fine and ordered to pay a tax assessment of \$329,421 to the IRS. But most of his unreported income was derived from illegally growing marijuana on public lands, as well as methamphetamine, marijuana and cocaine trafficking.

In addition to his penalty and prison sentence, he had to forfeit real property, bank accounts and a vehicle.

## **Prison for Under Reporting \$15 Million of Income by \$15 Million**

Bradley T. McKouen, owner of Delta Staffing LLC in Detroit, Michigan was sentenced to 18 months in prison, 2 years supervised release and ordered to pay \$319,000 in restitution. As the company was a Schedule C company, McKouen's profits should have been filed on Schedule C of his personal returns. In 2008, while his gross receipts were approximately \$5.7 million, he reported \$0 gross receipts, \$0 business income, \$0 taxable income and \$0 income tax due. His actual taxable income was \$299,000 and his tax due was \$110,000.

Under a plea agreement, he is also being held responsible for filing similar zero returns for 2004-2007, the total amount of unreported income of \$15 million.

---

## **I Love Referrals!**

## **Thank you!**

Thanks to YOU, the word is spreading. Thanks to my clients and friends who graciously referred me to their friends, clients and relatives last month! I enjoy building my business based on the positive comments and referrals from people just like you.

I just couldn't do it without you!

**Tax Resolution Times**

---

## **Kansas City Payroll Company Owner Sentenced for Filing False Tax Returns**

John Moore, of Lenexa Kansas, was sentenced to 78 months in prison for filing false tax returns that cost a Kansas company more than \$744,000.

Moore owned Accent Payroll Services and was hired by Tytan International LLC to provide payroll processing services. Those services included paying wages, withholding employment taxes, filing employment tax returns and paying the withheld funds to the IRS.

More than \$2 million in employment tax withholdings were transferred from Tytan's bank account to Moore's company account. But the IRS only received approximately \$1.3 million.

Tytan never received notices from the IRS, because the address Moore provided to the IRS for Tytan was actually a post office box that he controlled.

## **Fraudulent Scheme to Avoid Foreclosure Nets Long Jail Time**

Convicted of conspiracy to defraud the US, a Minneapolis, MN couple was sentenced to 40 months in prison and ordered to pay \$226,000 in restitution.

Mark Allen Garcia and Patricia Ann McQuarry attempted to stop foreclosure proceedings by sending numerous falsified documents to their bank, including a "Bonded Promissory Note" for \$10,000,000. They also created fake 1099 forms and then claimed that the entire amount had been withheld to pay the IRS, totaling \$500,000 in false refunds.

The couple attempted to hide their funds by purchasing property in a trust, buying gold coins and a motorhome.

### ***Are You My Next Client of the Month?***

Every month I choose a very special *Client of the Month*. It's my way of acknowledging good friends and saying "thanks!" to those who support me and my business with referrals, word of mouth and repeat business.

This month's Client of the Month is: **BAT Consulting Group**

*Our partnership has been mutually beneficial. I look forward to many great things in the year ahead.*

You might be my next *Client of the Month* too! Watch for your name here in an upcoming month.

### Join our Partner Network

If you are an attorney, CPA or EA, relator, or loan officer – schedule a brief consultation to see how we can work together to help our clients.

[Click here to schedule a brief partner consultation.](#)

-----

### I'd Like to Hear From You!

**If you are a taxpayer** with an IRS issue, or just want to refer a friend, relative or client, we'd love to hear from you.

We can provide a no-obligation confidential consultation to help you solve you IRS problems.

[Book your consultation online here.](#)

## Your IRS Questions Answered Here...

**Question:** *Why should I use a Tax Resolution Specialist? Can't I deal with the IRS myself and save money?*

**Answer:** You could opt to represent yourself before the IRS. There is the offer-in-compromise program. Some people do go that route. But representing yourself before the IRS is like going to court without a lawyer. I wouldn't recommend that. Or, you can hire someone that knows all the ins-and-outs and navigates the IRS maze on a daily basis. You can hire someone who knows how to protect you and your rights.

Once you sign a Power of Attorney, a document that says we are representing you, the IRS is ***not allowed to contact you directly any longer!*** When the IRS knows an experienced, competent tax resolution professional is working your case, they know you are serious about resolving your tax problem.

The only professionals that can represent you before the IRS are attorneys, CPA's and Enrolled Agents. So, should you go to ***any*** CPA, Attorney or Enrolled Agent to handle your IRS tax problem? I think it's best to say you should go to a ***specialist*** in tax resolution to handle your IRS difficulties.

We at Niemann and Company are experts in tax resolution and help taxpayers with their IRS Problems every day. Call us today!