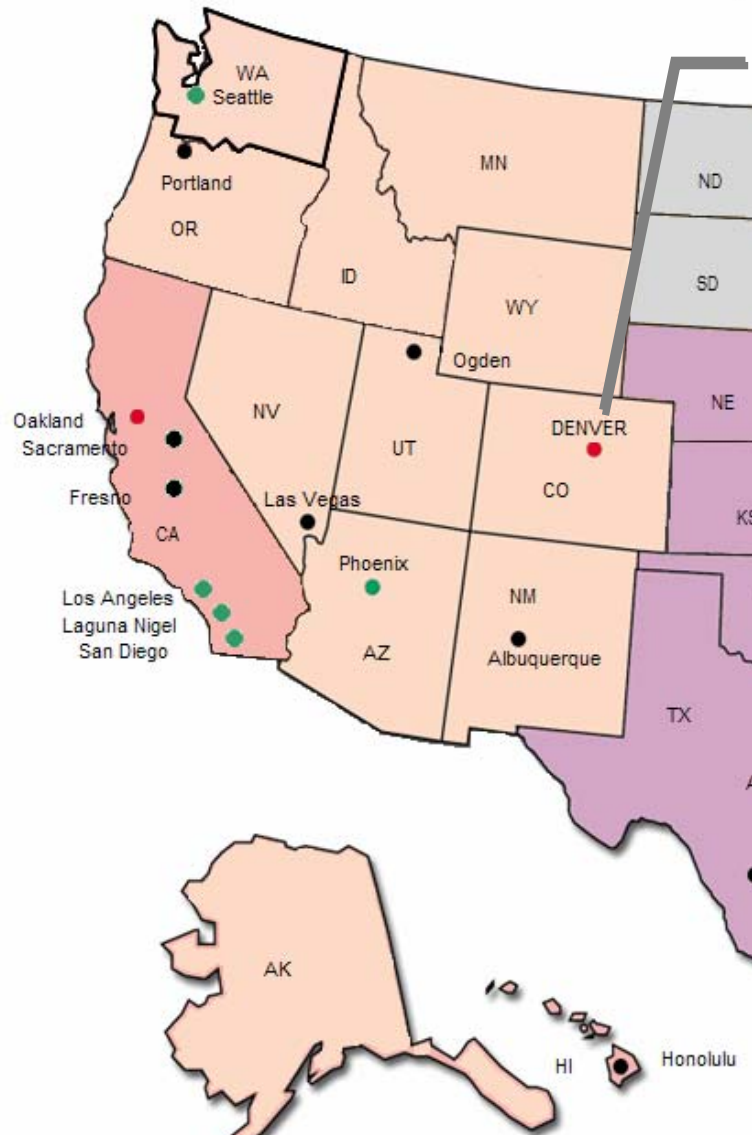


TREASURY INSPECTOR GENERAL FOR TAX ADMINISTRATION

Working To Protect
The Integrity And Security
Of The Internal Revenue Service





Denver Field Division

- Denver, CO (SAC) (303) 446-1880
- Denver POD (A/SAC) (303) 446-1880
 - Ogden, UT
- Phoenix, AZ (A/SAC) (602) 207-8300
 - Las Vegas, NV
 - Albuquerque, NM
- Seattle, WA (A/SAC) (206) 220-5968
 - Portland, OR

LEGEND

State Colors Show Investigations Divisional Territories

- Special Agents in Charge (SAC's) Directors
- Assistant SAC's Audit Managers
- Posts of Duty
- ★ Inspector General, Chief Counsel, Management Services, Information Technology, and Executive Direction

San Juan

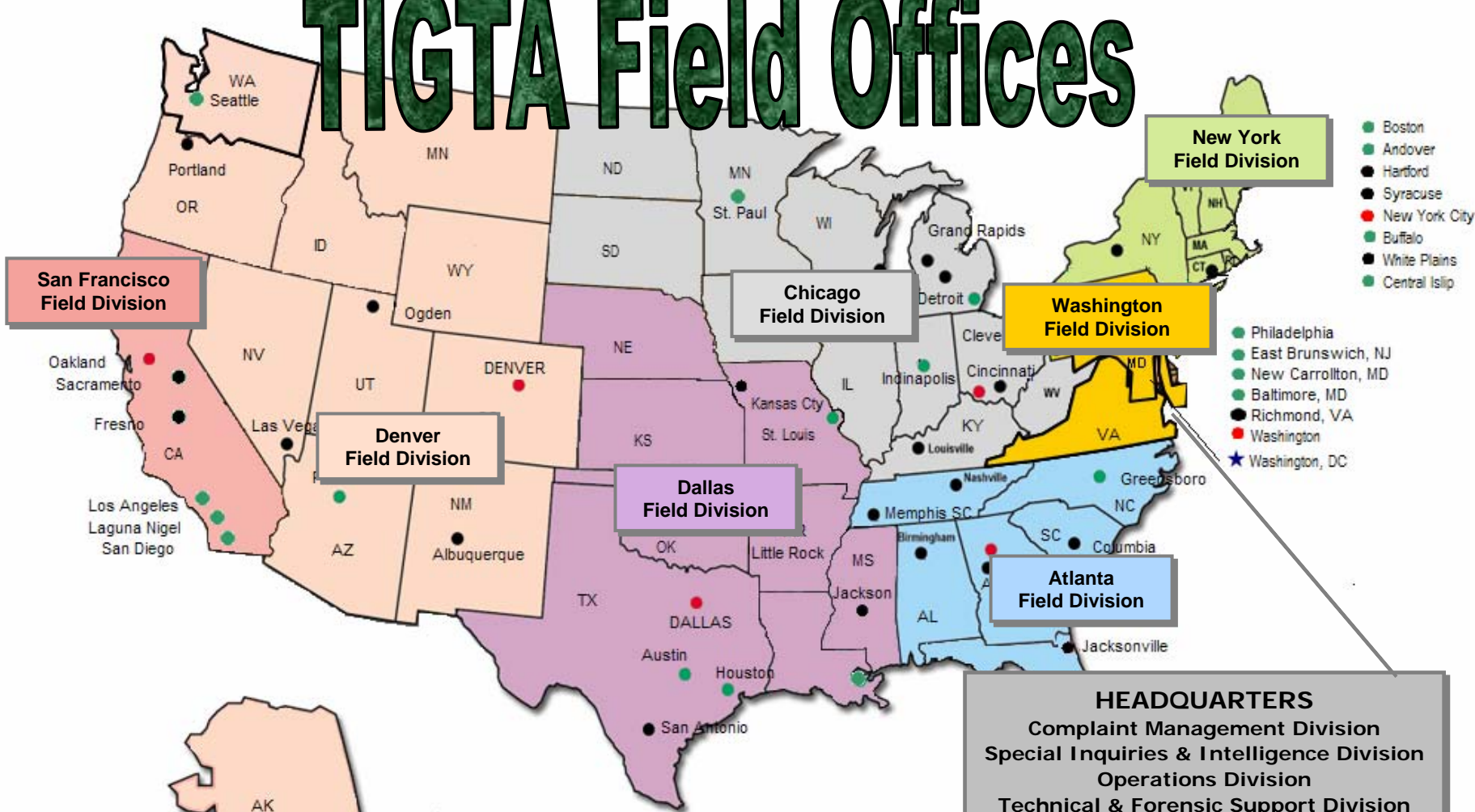


History of TIGTA and Inspection

- **IRS Inspection Service established in 1951 after a three year congressional investigation.**
- **TIGTA established in 1999.**
- **TIGTA received all authority of Inspection, as well as the Inspector General Act of 1978.**



TIGTA Field Offices



HEADQUARTERS
 Complaint Management Division
 Special Inquiries & Intelligence Division
 Operations Division
 Technical & Forensic Support Division
 Strategic Enforcement Division

LEGEND

State Colors Show Investigations Divisional Territories

- Special Agents in Charge (SAC's) Directors
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- Posts of Duty
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Mission of Office of Investigations

- We Protect Treasury's Ability to Collect Revenue

We Identify, Investigate and Mitigate Risks Posed by Internal and **External** Threats



TIGTA's Important Mission



**TIGTA Protects the
Collection of
2.6 Trillion Dollars
(\$2,600,000,000,000.00)
Annually by Over
110,000 IRS Employees**



Office of Investigation Primary Jurisdictions

- **Bribery**
- **Impersonations**
- **Employee Violations & UNAX**
- **Theft and embezzlements**
- **Joint Terrorism Task Force (JTTF)**
- **Enrollee charge / Tax Practitioner**
- **Threats and Assaults**



ASSAULTS and THREATS



Examples of Investigations

Threats and Assaults:

TIGTA investigates individuals who attempt to interfere with the administration of the tax system through the use of threats and violence:



THREAT & HARASSMENT

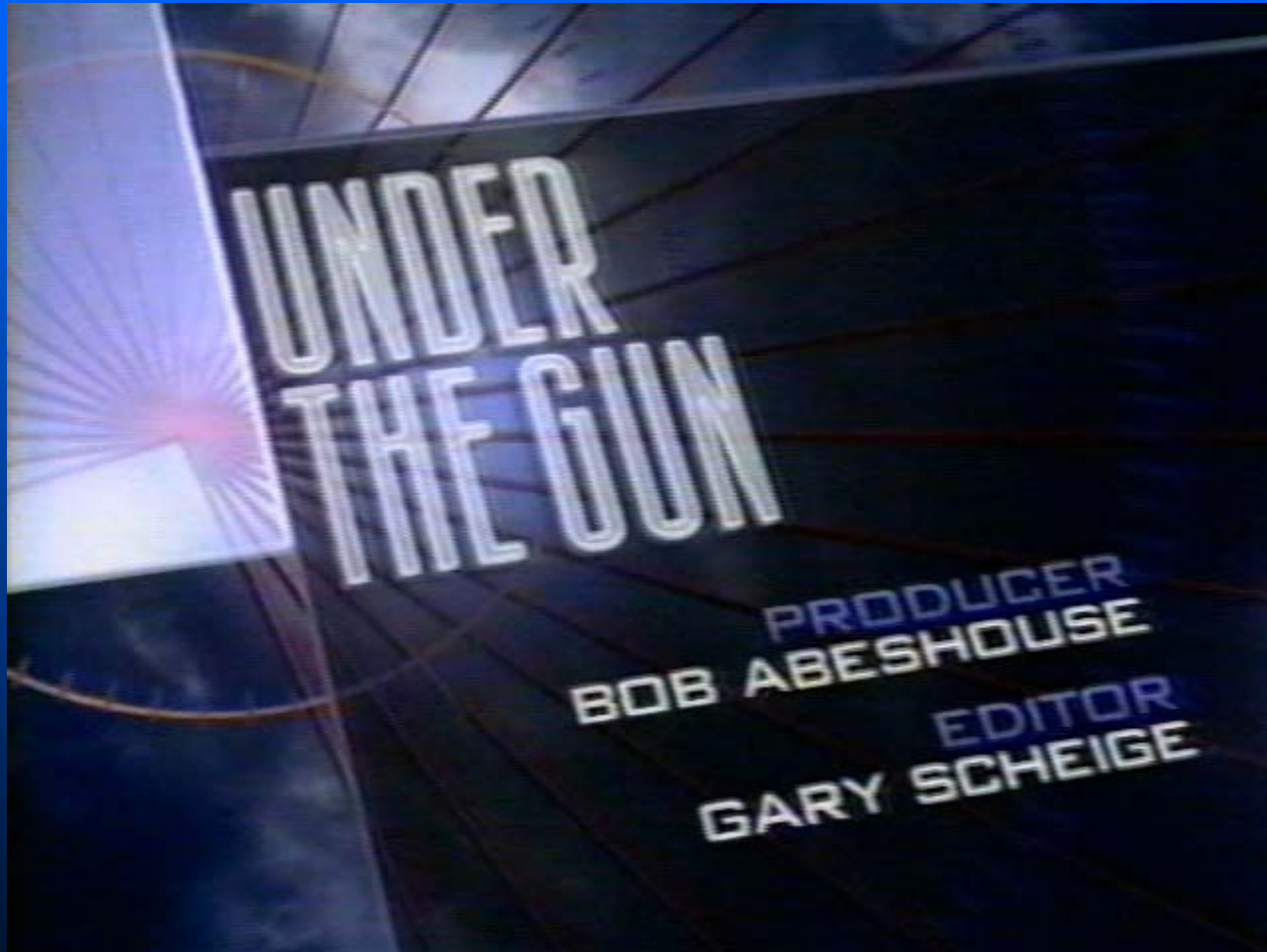
Definition



- Threat – A gesture or statement, with or without a weapon, directed at an employee, which indicates the Subject may be considering harming the employee
- Harassment – Acts or statements designed to intimidate, like repeated calls and mailings, false tax liens, bogus 1099s, 8300s, or UCC Filings and destruction of property



NBC Dateline Under the Gun



TIGTA JURISDICTION

- TIGTA is the only investigative body that has the jurisdiction to investigate internal and **external** attempts to interfere with the IRS' tax administration duties – A condition that was established and legislated by Congress



PAPER TERRORISM – ANTI-TAX MOVEMENT

- **Filing of bogus Liens against IRSE**
 - **Bogus liens are used against private individuals, businesses and government employees**
- **Filing false Form 8300s, UCC Filings or other frivolous documents against victims**
 - **What do they accomplish? They harass and impede lawful government activity**



Attempts to Remove IRS Liens

- **Anti-Tax/Anti Government Internet Forum-“Terminating IRS 668 Notice of Lien.”**
- **Title 26, Section 7212 Corrupt Interference**
- **Paper Terrorism**
- **First will call Secretary of States Office to find the cost of a Certified UCC 11**
- **Go to Co. Registrar of Deeds Office to search for 668s on themselves. Will be friendly.**
- **Go to County Clerks Office for copy of the Registrar’s Oath of Office and Bond.**
- **With Certified UCC 11, will call Sec. of State’s Office and will discuss with you UCC Form 3 on how to use them at the County level to terminate an unfounded financial statement against themselves.**



Attempts to Remove IRS Liens

- **Will return to Co. Registrar's office with; UCC 11, completed UCC 3, 668s and with their witness and ask to have the forms recorded.**
- **At this point you will be telling them they can't file them for all of the obvious reasons. Short of threats, they will attempt to persuade you saying they are not attempting to release the lien but only terminate the notice because they were improperly recorded.**
- **Will state the federal government-IRS has no jurisdiction on state and county levels.**
- **If successful, they will get the Notice notarized and return to the Registrar's office to have it recorded.**
- **If not successful, they will threaten to have the Registrar's bond revoked and will threaten to file a lawsuit.**
- **Remember, because this is a federal IRS lien, subjects can be prosecuted in federal court under Title 26, Section 7212; Attempts to Interfere with administration of internal revenue laws.**



Redemption Schemes

- **Attempts to pay off debts through “Bills of Exchange”**
- **Real money makers are the subjects who sell instructional packages from \$100 to \$1,000**
- **Based on the false belief that the US Government abandoned the gold standard in 1933 and has secretly declared bankruptcy. Now all Federal Reserve Notes are invalid.**
- **US Government secretly established secret \$1 million accounts known as US Treasury Direct Accounts for all Americans at birth. Also known as “strawman”.**
- **Documents are submitted to various creditors, state officials and yes, the US Treasury too, redeeming their “strawman”.**
- **First register their “strawman” by filing their birth certificate and UCC with the County Recorders or Secretary of States Office.**
- **Next, they send an “Acceptance for Value with Non-Negotiable Charge-Back to the Secretary of the US Treasury”. Request to release funds from the US Treasury Direct Accounts.**



Redemption Schemes

- **Approximately 20 days after no response from the US Department of Treasury, the subject will file another document called an Acceptance of the Charge-Back.**
- **The subject assumes his US Treasury Direct Account is now available to pay off creditors.**
- **When the subject fails in his attempt to defraud his creditors, he will begin to harass them, filing “paper terrorism”, to include fraudulent Form 8300s and filing false liens. This continues even after the subject is in prison. Sometimes the fraudulent lien is not known about until the victim is in the sale of their property.**
- **In some cases the subject will send his/her victims a Form W-4 requesting the victims SNN.**
- **Redemption practitioners share an extreme anti-government ideology and have direct ties to some violent groups known to have confrontations with federal, state and local law enforcement officials and plotting acts of domestic terrorism.**



Nolan and VanDyke

TUESDAY, SEPTEMBER 24, 2002

LOCAL & NORTHWEST

THE COLUMBIAN C3

Federal agents arrest two in financial-note scam

IRS says pair created \$3 million in phony documents

By JOHN BRANTON
Columbian staff writer

Federal agents on Monday arrested a Vancouver man and an Oregon man for creating \$3 million in phony financial notes — some bearing pictures of the queen of England — in the past four years.

Lyle Hartford Van Dyke Jr. of Vancouver and John S. Nolan, 57, of Lake Oswego, Ore., were indicted late last week by a federal grand jury, according to a bulletin from the Internal Revenue Service's field office in Portland.

The 21-count indictment charges the defendants with mail fraud, conspiracy, unlawful manufacture of fictitious financial instruments and unlaw-

POLICE, FIRE

ful passing of fictitious instruments.

Among the phony papers were "Prudential Corporation PLC Notes" bearing the pictures of Nolan and the queen of England and "Jackson National Life Drafts" that look like a personal or corporate check. In addition, agents say, Van Dyke Jr. created "Public Wealth Rebate Notes," which looked like U.S. Treasury bonds and claimed to be negotiable at face value through the Treasury.

Officials said the suspects advertised their bogus notes for sale for 10 cents on the dollar at www.nolanconsulting.com. At one point, Nolan and Van Dyke Jr. allegedly tried to give their notes to the IRS for payment of taxes.



IRS Form 8300

Report of Cash Payments Over \$10,000

IRS Form **8300** Report of Cash Payments Over \$10,000 Received in a Trade or Business

Rev. December 2004
OMB No. 1545-0045
Department of the Treasury
Internal Revenue Service

Use the line for transmitters covering after December 31, 2004. Do not use prior versions after this date.
For Privacy Act and Paperwork Reduction Act Notices, see page 5.

FinCEN **8300**
Form
Rev. December 2004
OMB No. 1500-0016
Department of the Treasury
Financial Crimes Enforcement Network

1 Check appropriate box(es):
a Amend prior report
b Suspicious transaction.

Part I Identity of Individual From Whom the Cash Was Received

2 If more than one individual is involved, check here and see instructions

3 Last name _____ 4 First name _____ 5 M/L _____ 6 Taxpayer identification number _____
7 Address (number, street, and apt. or suite no.) _____ 8 City _____ 9 State _____ 10 ZIP code _____ 11 Country (if not U.S.) _____ 12 Occupation, profession, or business _____

14 Identifying document (ID):
a Describe ID _____ b Issued by _____
c Number _____

Part II Person on Whose Behalf This Transaction Was Conducted

15 If this transaction was conducted on behalf of more than one person, check here and see instructions

16 Individual's last name or Organization's name _____ 17 First name _____ 18 M/L _____ 19 Taxpayer identification number _____
20 Doing business as (DBA) name (see instructions) _____ 21 Employer identification number _____
21 Address (number, street, and apt. or suite no.) _____ 22 Occupation, profession, or business _____
23 City _____ 24 State _____ 25 ZIP code _____ 26 Country (if not U.S.) _____

27 Alien identification (ID):
a Describe ID _____ b Issued by _____
c Number _____

Part III Description of Transaction and Method of Payment

28 Date cash received _____ 29 Total cash received \$ _____ 30 If cash was received in more than one payment, check here 31 Total price if different from item 29 \$ _____

32 Amount of cash received (in U.S. dollar equivalent) (must equal item 29) (see instructions):
a U.S. currency \$ _____ (Amount in \$100 bills or higher \$ _____)
b Foreign currency \$ _____ (Country is: _____)
c Cashier's check(s) \$ _____ issuer's name(s) and serial number(s) of the monetary instrument(s) _____
d Money order(s) \$ _____
e Bank draft(s) \$ _____
f Traveler's check(s) \$ _____

33 Specific description of property or service shown in 33. Give serial or registration number, address, docket number, etc. _____

34 Type of transaction:
a Personal property purchased
b Real property purchased
c Personal services provided
d Business services provided
e Intangible property purchased
f Debt obligations paid
g Exchange of cash
h Income or trust funds
i Bill received by court clerk
j Other (specify in item 34)

Part IV Business That Received Cash

35 Name of business that received cash _____ 36 Employer identification number _____
37 Address (number, street, and apt. or suite no.) _____ 38 Social security number _____
39 City _____ 40 State _____ 41 ZIP code _____ 42 Nature of your business _____

43 Under penalties of perjury, I declare that to the best of my knowledge the information I have furnished above is true, correct, and complete.

Signature _____ Authorized official _____ Title _____
43 City M D Y Y Y Y _____ 44 Type or print name of contact person _____ 45 Contact telephone number _____

IRS Form 8300 (Rev. 12-2004) Cat. No. 021902 RevCEN Form 8300 (Rev. 12-2004)



IRS Form 8300s

- Are filed against;
- IRS and other Federal employees
- State Prosecutors
- Judges at all levels
- County and State Registrars and Clerks
- State Troopers
- Local Police
- Private Collectors
- Neighbors



Four men face charges of filing false documents with the IRS

August 24, 2005

By SARAH LEMON
Mail Tribune

Three local men have been indicted on federal charges of filing false documents with the Internal Revenue Service to harass government officials.

Kenneth Eugene Bozarth, 59, and 51-year-old Duane Harry Panter, both of Medford, and Michael Peter Stemac, 56, of Trail, were indicted Tuesday, according to a prepared statement from the U.S. Department of Justice in Portland. A North Bend man, 69-year-old Varley Steve Fitch, also was charged in the same case.

The indictments allege the four men falsely reported under penalty of perjury that government officials and others had engaged in suspicious currency transactions in amounts ranging from \$105,000 to \$500 million. Intended to harass and retaliate against officials and other people with whom they had disputes, the men's false reports sparked an IRS investigation, according to the justice department.

"The whole purpose of this was just to get the IRS to look at this individual," said William Fitzgerald, assistant U.S. attorney. "It's harassment."

In most cases, the men allegedly filled out a standard IRS form, stating that they received cash from individuals, Fitzgerald said. In other cases, the defendants allegedly said they paid the named individuals, Fitzgerald said. Figures on all of the forms were fabricated, he said.

The four men were arrested on Aug. 11. Panter, Stemac and Bozarth are set for trial on Oct. 18 before U.S. District Judge Ann Aiken. Fitch is set for trial the following day. They face up to three years in prison and a \$250,000 fine for each conviction.



UCC Financing Statement

UCC FINANCING STATEMENT
 FOLLOW INSTRUCTIONS (front and back) CAREFULLY

A. NAME & PHONE OF CONTACT AT FILER (optional)
B. SEND ACKNOWLEDGMENT TO: (Name and Address)

Date of Filing : Apr 30, 2005
 Time of Filing : 03:32 PM
 File Number : 2005-120-5019-1

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

1. DEBTOR'S EXACT FULL LEGAL NAME - (insert only ONE debtor name (a or b) - do not abbreviate or combine names)

a. ORGANIZATION'S NAME

OR

b. INDIVIDUAL'S NAME
 EVERSON
FIRST NAME
 MARK
MIDDLE NAME
 W.
SUFFIX

16. MAILING ADDRESS
 2710 FEDERAL BUILDING M/S W-670
CITY
 SEATTLE
STATE
 WA
POSTAL CODE
 98174
COUNTRY
 USA

17. TAXER: SSN OR EIN **18. IND. OR ORG. ORGANIZATION** **19. TYPE OF ORGANIZATION** **20. JURISDICTION OF ORGANIZATION** **21. ORGANIZATIONAL ID # (if any)**

None

3. SECURED PARTY'S NAME (or NAME of TOTAL ASSIGNEE of ASSIGNOR (SP)) - (insert only ONE secured party name (a or b))

a. ORGANIZATION'S NAME

OR

b. INDIVIDUAL'S NAME
 TRIBNER
FIRST NAME
 Brands
MIDDLE NAME

SUFFIX

16. MAILING ADDRESS
 1250 North Wenatchee Avenue, H251
CITY
 Wenatchee
STATE
 WA
POSTAL CODE
 98801
COUNTRY
 USA

4. This FINANCING STATEMENT covers the following collateral:
 The Debtors have consented to this filing in the International Commercial Claim Within the Admiralty Administrative Remedy Judgment by Estoppel Agreement / Contract File # BTMM02142005, Registered # RR 405 936 240 US, perfected on 18 March A.D., 2005 in the accounting and Trust Bill amount of \$ 114,750,000.00. All personal and real property: bank accounts, foreign and domestic; private exemptions; government; risk management accounts; insurance policies; stocks and bonds; asset accounts; investments and future earnings of the Debtors is now the property of the Secured Party. This filing is Incorporated with State of Washington, Uniform Commercial Code, Department of Licensing Filing # 92-273-0040.

5. ALTERNATIVE JURISDICTION (if applicable): LESSOR/ISSUER CONSIGNEE/CONSIGNOR BAY/BENEFICIARY SELLER/BUYER AD LITEM FIDUCIARY FILING

THIS FINANCING STATEMENT SHALL BE FILED BY REGULAR OR PRIORITY IN THE PUBLIC ESTATE RECORDS **3. Check in REGISTRY ADMIN REPORT (R) (in Debtor's)** LEAD/NOTAL FILE **2005-120-5019-1** All Debtors Letter 03/30/05

ACKNOWLEDGMENT COPY - NATIONAL UCC FINANCING STATEMENT (FORM UCC1) (REV.07/28/99)



UCC Statements

4. This FINANCING STATEMENT covers the following collateral:

The Debtors have consented to this filing in the International Commercial Claim Within the Admiralty Administrative Remedy Judgment by Estoppel Agreement / Contract File # BTMM02142005, Registered # RR 405 936 240 US, perfected on 18 March A.D., 2005 in the accounting and True Bill amount of \$ 114,750,000.00. All personal and real property; bank accounts, foreign and domestic; private exemptions; government risk management accounts; insurance policies; stocks and bonds; asset accounts; investments and future earnings of the

Debtors is now the property of the Secured Party. This filing is incorporated with State of Washington, Uniform Commercial Code, Department of Licensing Filing # 99-273-0040.

5. ALTERNATIVE DESIGNATION (if applicable):		<input type="checkbox"/> LESSEE/LESSOR	<input type="checkbox"/> CONSIGNEE/CONSIGNOR	<input type="checkbox"/> BAILEE/BAILOR	<input type="checkbox"/> SELLER/BUYER	<input type="checkbox"/> AG.LIEN	<input type="checkbox"/> NON-UCC FILING
6. <input type="checkbox"/> This FINANCING STATEMENT is to be filed (for record) (or recorded) in the REAL ESTATE RECORDS.	Attach Addendum (if applicable)	7. Check to REQUEST SEARCH REPORT(S) on Debtor(s)					
		[ADDITIONAL FEE]	[optional]	<input type="checkbox"/> All Debtors	<input type="checkbox"/> Debtor 1	<input type="checkbox"/> Debtor 2	

ACKNOWLEDGMENT COPY - NATIONAL UCC FINANCING STATEMENT (FORM UCC1) (REV.07/29/98)



Your Response to Paper Terrorism?

- **Contact TIGTA**
- **TIGTA will conduct a threat assessment of Taxpayer**
- **TIGTA will investigate allegations of paper terrorism**
 - **Violation of Title 26 USC, Section 7212(A)**



TREASURY INSPECTOR GENERAL FOR TAX ADMINISTRATION



Visit TIGTA's website at

www.tigta.gov

1-800-366-4484 or

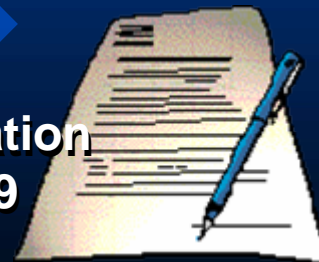
1-800-589-3718 after hours

Information is confidential and caller may remain anonymous

Or write to: TIGTA

P.O. Box 589, Ben Franklin Station

Washington, DC 20044-0589



ANY QUESTIONS

