



Department of Justice

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District of Delaware

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NEW CASTLE, DELAWARE DAY SCHOOL OWNERS INDICTED

Federal Tax and Currency Reporting Offenses

David C. Weiss, United States Attorney for the District of Delaware and Internal Revenue Service (IRS) Special Agent in Charge Eric Hylton, announced today that a federal grand jury had returned an indictment against Troy and Monnie Dorsey of New Castle, Delaware.

The Dorseys are charged with one count of conspiracy to impede the IRS in the execution of its duties, in violation of Title 18, United States Code, Section 371. In addition, the Dorseys are charged with three counts of filing false tax returns for the tax years of 2004 - 2006, in violation of Title 26, United States Code, Section 7206(1). Troy Dorsey is charged in eight additional counts with structuring cash deposits to avoid currency transaction reporting requirements, in violation of Title 31, United States Code, Sections 5324(a)(3) and (d)(2); Title 31, Code of Federal Regulations, Section 103.11; and Title 18, United States Code, Section 2.¹

The indictment alleges that during the tax years 2004 - 2006, the Dorseys did not report any business income from the operation of their school, the Day School for Children, in New Castle, Delaware. In fact, the Dorseys earned gross business receipts in the amount of

¹The Indictment is merely an accusation, and all defendants are presumed innocent unless proven guilty.

\$129,270.00 in 2004, \$312,901.00 in 2005, and \$260,104.00 in 2006. The indictment also alleges that between September 2005 and May 2006, Troy Dorsey deposited cash income from the operation of the Day School for Children in multiple increments under \$10,000.00 to avoid currency transaction reporting requirements.

Troy Dorsey faces a total maximum sentence of 54 years' incarceration; three years supervised release, restitution, forfeiture, a \$3,000,000.00 fine, and a \$1,200.00 mandatory special assessment. Monnie Dorsey faces a total maximum sentence of 14 years imprisonment; three years supervised release, restitution, forfeiture, a \$1,000,000.00 fine, and a mandatory special assessment of \$400.00.

U.S. Attorney David C. Weiss stated, "Our nation's tax laws create responsibilities shared by all our citizens. Those who fail to comply will be prosecuted to the fullest extent of the law."

"Each of us is responsible for filing correct and accurate tax returns," said SAC Eric C. Hylton. "IRS Criminal Investigation will vigorously investigate those individuals who knowingly and willfully evade their tax obligation."

This case is being prosecuted by David L. Hall, Assistant United States Attorney. For further information, contact United States Attorney David C. Weiss or Assistant United States Attorney David L. Hall at (302) 573-6277.
