

**IN THE UNITED STATES DISTRICT COURT
FOR THE EASTERN DISTRICT OF PENNSYLVANIA**

UNITED STATES OF AMERICA : **CRIMINAL NO.**_____

v. : **DATE FILED:**_____

CARMEN BASILIS : **VIOLATION:**
: **26 U.S.C. § 7206(2) (aiding and**
: **assisting in the preparation of**
: **materially false federal income**
: **tax returns - 58 counts)**

INDICTMENT

COUNTS ONE THROUGH FIFTY EIGHT

THE GRAND JURY CHARGES THAT:

At all times relevant to this indictment, unless otherwise specified:

1. Defendant CARMEN BASILIS, a resident of Allentown, Pennsylvania, was the owner of Basilis Tax Service.
2. Among the services that defendant CARMEN BASILIS offered her clients were Refund Anticipation Loans (“RALs”) for which she charged a fee. In lieu of receiving an United States Treasury Check, the filer received a check drawn on a bank with whom the defendant had established a relationship.
2. From at least 2005 through 2008, defendant CARMEN BASILIS prepared federal income tax returns, IRS Form 1040, for a number of individuals. Attached to the IRS Form 1040, prepared by the defendant, were IRS Schedules A and C (“IRS 1040 Schedules A and C”).
3. IRS Form 1040 Schedule A was used to record medical and dental

expenses, taxes paid by a filer, certain interest expenses paid by a filer, gifts made to tax-exempt organizations, casualty and theft losses, employee business expenses and certain miscellaneous deductions.

4. IRS Form 1040 Schedule C was used to record income, cost of goods sold, and expenses for a sole proprietorship business.

5. Defendant CARMEN BASILIS prepared tax returns for the filers listed below in a manner that generated tax refunds to which the filers were not entitled to receive. If the returns had been correctly prepared by the defendant, the filers would have owed a tax liability.

6. On or about the dates listed below, in the Eastern District of Pennsylvania, defendant

CARMEN BASILIS

willfully aided and assisted in, and procured, counseled, and advised the preparation and presentation to the Internal Revenue Service, of U.S. Individual Income Returns, Form 1040, and Schedules, for the filers in the calendar years listed below. The returns were false and fraudulent as to material matters, in that the returns represented that the filers had incurred total itemized deductions in the amounts set forth below, whereas, as defendant Basilis well knew and believe the total itemized deductions that the defendant Basilis had listed on the returns that she prepared for the filers, had been inflated beyond the amount of deductions that the filers had actually incurred:

Count	Tax Filer's Initials	Date Filed	Improper Deductions	Correct Tax Liability
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1	V.C.	03/01/2007	\$37,110.00	\$3,351.00
2	V.C.	02/19/2008	\$44,655.00	\$,3084.00
3	P.C.	03/03/2006	\$13,426.00	\$1,566.00
4	P.C.	02/02/2007	\$13,946.00	\$969.00
5	P.C.	02/20/2008	\$19,381.00	\$813.00
6	M.C.	03/01/2008	\$27,541.00	\$2,469.00
7	H.C.	01/29/2006	\$13,966.00	\$668.00
8	H.C.	02/02/2007	\$9,050.00	\$663.00
9	L.D.	02/18/2007	\$17,188.00	\$1,259.00
10	L.D.	02/07/2008	\$17,354.00	\$903.00
11	D.F.	02/17/2007	\$29,614.00	\$6,114.00
12	D.F.	01/18/2008	\$32,414.00	\$5,118.00
13	A.G.	02/06/2007	\$19,175.00	\$1,478.00
14	A.G.	01/11/2008	\$18,434.00	\$7,734.00
15	S.G.	03/02/2006	\$16,139.00	\$3,276.00
16	S.G.	02/07/2007	\$19,513.00	\$3,009.00
17	S.G.	02/09/2008	\$30,397.00	\$3,528.00
18	C.H.	04/13/2006	\$13,408.00	\$906.00
19	C.H.	04/13/2007	\$9,457.00	\$1,276.00
20	C.H.	02/14/2008	\$12,144.00	\$788.00
21	C.H.	02/14/2008	\$22,723.00	\$2,034.00
22	M.H.	03/31/2008	\$14,313.00	\$1,600.00
23	N.H.	02/24/2007	\$18,910.00	\$6,471.00
24	N.H.	04/14/2008	\$33,542.00	\$7,293.00
25	D.O.	02/02/2006	\$19,546.00	\$1,244.00
26	D.O.	01/30/2007	\$23,761.00	\$1,949.00
27	D.O.	02/13/2008	\$20,939.00	\$1,349.00
28	T.P.	02/10/2007	\$7,495.00	\$9,945.00
29	T.P.	02/03/2008	\$25,570.00	\$2,054.00
30	J.P.	02/11/2007	\$38,737.00	\$11,201.00

31	J.P.	01/13/2007	\$57,187.00	\$11,669.00
32	R.P.	04/13/2007	\$17,890.00	\$4,221.00
33	R.P.	04/05/2008	\$34,245.00	\$6,886.00
34	J.P.	03/13/2007	\$25,776.00	\$2,724.00
35	J.P.	03/14/2008	\$22,877.00	\$948.00
36	C.Q.	1/29/2007	\$4,300.00	\$1,551.00
37	C.Q.	02/04/2008	\$27,419.00	\$1,551.00
38	L.S.	02/04/2006	\$13,616.00	\$613.00
39	M.S.	01/29/2006	\$10,537.00	\$723.00
40	M.S.	01/28/2008	\$11,511.00	\$973.00
41	M.T.	02/17/2006	\$11,343.00	\$2,286.00
42	M.T.	03/23/2007	\$17,699.00	\$2,506.00
43	M.T.	02/25/2008	\$15,635.00	\$2,508.00
44	A.T.	01/09/2006	\$20,695.00	\$3,314.00
45	A.T.	01/23/2007	\$20,463.00	\$2,496.00
46	A.T.	01/29/2008	\$32,346.00	\$,3,408.00
47	M.T.	02/13/2006	\$27,519.00	\$2,849.00
48	M.T.	01/27/2007	\$18,270.00	\$2,896.00
49	M.T.	02/21/2007	\$16,748.00	\$2,838.00
50	I.U.	02/12/2007	\$28,176.00	\$2,384.00
51	D.V.	01/23/2007	\$23,817.00	\$2,729.00
52	D.V.	01/27/2008	\$26,424.00	\$3,324.00
53	K.V.	03/19/2007	\$42,985.00	\$5,556.00
54	K.V.	02/15/2008	\$31,513.00	\$ 6,159.00
55	C.V.	02/08/2006	\$25,669.00	\$,6,616.00
56	C.V.	01/20/2007	\$29,543.00	\$9,751.00
57	C.V.	02/02/2008	\$48,867.00	\$7,794.00
58	M.S.	1/27/2007	False dependent - disallowed exemption	\$588.00

All in violation of Title 26, United States Code, Section 7206(2)

A TRUE BILL:

**ZANE DAVID MEMEGER
UNITED STATES ATTORNEY**

GRAND JURY FOREPERSON