

**IN THE DISTRICT COURT OF THE UNITED STATES
FOR THE MIDDLE DISTRICT OF ALABAMA
EASTERN DIVISION**

UNITED STATES OF AMERICA)
)
 v.)
)
TALARIUS PAIGE)
)

CR. NO.: 3:14-cr-00015-WKW

PLEA AGREEMENT

DEFENSE COUNSEL: DUSTIN FOWLER
 STEVE ETHEREDGE

TRIAL ATTORNEYS: MICHAEL C. BOTELER
 GREGORY BAILEY
 TODD A. BROWN

COUNTS AND STATUTES CHARGED:

Count 1 18 U.S.C. § 286
 Conspiracy to Defraud the Government with Respect to
 Claims

Counts 11 – 13 18 U.S.C. § 1343
 Wire Fraud

Counts 67 – 69 18 U.S.C. § 1028A
 Aggravated Identity Theft

COUNTS PLEADING PURSUANT TO PLEA AGREEMENT:

Count 1 18 U.S.C. § 286
 Conspiracy to Defraud the Government with Respect to
 Claims

Count 67 18 U.S.C. § 1028A
 Aggravated Identity Theft

PENALTIES BY COUNTS - MAXIMUM PENALTY:

Count 1 18 U.S.C. § 286
Conspiracy to Defraud the Government with Respect to
Claims

A term of imprisonment which may not be more than 10 years, a fine not to exceed either \$250,000, or twice the gross gain to the defendant or the gross loss to any person other than the defendant, or both a fine and imprisonment; a term of supervised release of no more than 3 years; restitution; and an assessment fee of \$100.00.

Count 67 18 U.S.C. § 1028A
Aggravated Identity Theft

A mandatory term of imprisonment of two years to run consecutive to any other term of imprisonment, a fine not to exceed either \$250,000, or twice the gross gain to the defendant or the gross loss to any person other than the defendant, or both a fine and imprisonment; a term of supervised release of no more than 1 year; restitution; and an assessment fee of \$100.00.

ELEMENTS OF THE OFFENSES:

Count 1 18 U.S.C. § 286
Conspiracy to Defraud the Government with Respect to
Claims

1. Two or more people in some way agreed to try to accomplish a shared and unlawful plan;
2. The Defendant knew the unlawful purpose of the plan and willfully joined in it; and
3. The plan was to defraud the Government by obtaining the payment or allowance of a claim based on a false or fraudulent material fact.

1. The Defendant transmitted or caused to be transmitted by wire some communication in interstate commerce to help carry out the scheme to defraud.

Count 67 18 U.S.C. § 1028A
Aggravated Identity Theft

1. The Defendant knowingly transferred, possessed, or used another person's means of identification;

2. Without lawful authority; and
3. During and in relation to an eligible felony.

Michael C. Boteler and Gregory Bailey, Trial Attorneys of the U.S. Department of Justice, Todd A. Brown, Assistant United States Attorney, and Dustin Fowler and Steve Etheredge, attorneys for the Defendant, pursuant to Federal Rules of Criminal Procedure 11(c)(1)(A) and (c)(1)(B), as amended, have, with the authorization of the undersigned Defendant, heretofore entered into discussions with a view towards reaching a pretrial conclusion of the charges pending in the Superseding Indictment and a Plea Agreement has been reached by said parties.

GOVERNMENT'S PROVISIONS

1. For the purpose of calculating the Defendant's sentence under the United States Sentencing Guidelines, pursuant to Federal Rule of Criminal Procedure 11(c)(1)(B), the Government and the Defendant agree that the following Guidelines calculations apply. The Government and the Defendant reserve the right to argue for or against the applicability of any other Guidelines calculations or provisions:

a. That on Count 1, the Defendant's criminal liability for sentencing purposes is a fraud loss of between \$1 million and \$2.5million resulting in an offense level of 22 under U.S.S.G. §§ 2B1.1(a)(2) and 2B1.1(b)(1)(I).

b. That on Count 1, a 6-level enhancement pursuant to § 2B1.1(b)(2)(C) is warranted because the Defendant's direct participation in the offense involved more than 250 victims.

c. That on Count 1, a 2-level enhancement is warranted pursuant to § 3B1.3 because the Defendant abused a position of trust by using her position to

obtain unlawfully the means of identification of customers from her employer.

d. That the 2-level reduction in the applicable offense level pursuant to § 3E1.1(a) for the Defendant's acceptance of responsibility is appropriate, and if the Defendant's offense level is sixteen or more and should the Government find that the Defendant assisted authorities in the investigation or prosecution of her own misconduct by timely notifying authorities of her intention to enter a plea of guilty, thereby permitting the Government to avoid preparing for trial and permitting the Government and this Court to allocate their resources efficiently, the Government agrees to move at sentencing for a further reduction of one level, pursuant to § 3E1.1(b). Determination of whether the defendant met her obligations to qualify for the reduction pursuant to § 3E1.1(b) is at the sole discretion of the United States. The Government's obligation under this subparagraph will become null and void if, between the date of this agreement and the date of sentencing, the Defendant obstructs justice, commits any new federal or state offenses, or otherwise fails to accept responsibility for the offense.

2. Pursuant to Federal Rule of Criminal Procedure 11(c)(1)(B), the Government agrees to recommend a sentence at the bottom of the Guidelines Range.

3. The United States reserves the right to inform the Court and the Probation Office of all facts pertinent to the sentencing process, including all relevant conduct concerning the charged offenses, as well as all other uncharged related criminal activity. The United States may include information concerning the background, character, and conduct of the Defendant, including the entirety of her criminal activities.

4. If the Defendant pleads guilty and is sentenced on Counts 1 and 67, the

Government will dismiss the remaining charges, including the forfeiture allegations, and not bring any other charges based on the factual basis.

DEFENDANT'S PROVISIONS

5. The Defendant agrees to plead guilty to Counts 1 and 67 of the Superseding Indictment.

6. Pursuant to Federal Rule of Criminal Procedure 11(c)(1)(B), the Defendant agrees that the Guidelines calculations set forth in Paragraph 1 are correct and apply. The Defendant reserves the right to argue for a downward departure or variance.

7. The Defendant agrees not to commit any other federal, state, or local offense while awaiting sentencing, whether that offense is charged or chargeable or not. Such criminal activity would include, but is not limited to, witness tampering or facilitation of any other criminal activity. The Defendant agrees to provide truthful information to the Probation Office and/or the Court. Determination of whether the Defendant's conduct is a violation of this provision is at the complete discretion of the Government.

8. The Defendant understands that, pursuant to 18 U.S.C. § 3663A(c)(1), restitution is mandatory for the offenses to which she is pleading guilty, and agrees that she owes \$791,295 in restitution. The Government will not oppose the liability being joint and several with any others who may be found liable because of their involvement in the same conspiracy and related crimes described in the factual basis section of this agreement.

9. The Defendant agrees that this agreement or any judgment, order, release, or satisfaction issued in connection with this agreement, will not satisfy, settle, or

compromise the defendant's obligation to pay the balance of any remaining civil liabilities, including tax, additional tax, additions to tax, interest, and penalties, owed to the IRS for the time period(s) covered by this agreement or any other time period.

10. The Defendant agrees that, unless the Director of the Administrative Office of the United States Courts directs her otherwise, all payments made pursuant to the Court's restitution order are to be sent only to the Clerk of the Court for the Middle District of Alabama. With each payment to the Clerk of the Court made pursuant to the Court's restitution order, the Defendant will provide the following information:

- a. The Defendant's name and Social Security number;
- b. The District Court docket number assigned to this case;
- c. Tax year(s) or period(s) for which restitution has been ordered; and
- d. A statement that the payment is being submitted pursuant to the District Court's restitution order.

11. The Defendant agrees to include a request that the Clerk of the Court send the information, along with the Defendant's payments, to the IRS at the following address:

IRS-RACS
Attention: Mail Stop 6261, Restitution
333 W. Pershing Avenue
Kansas City, MO 64108

The Defendant also agrees to send a notice of any payments made pursuant to this agreement, including the information listed in the previous paragraph, to the IRS at that address.

FORFEITURE

12. The Defendant agrees to waive any interest or right that she may have in the approximately \$329,242.00 in United States Currency seized at 106 Richburg Street, Phenix City, Alabama, on or about December 17, 2013. The parties agree that any portion of such funds that she had an interest in will be applied towards her restitution obligations.

13. The United States agrees to dismiss the Forfeiture Allegations of the Superseding Indictment.

DEFENDANT'S WAIVER OF APPEAL AND COLLATERAL ATTACK

14. Understanding that 18 U.S.C. § 3742 provides for appeal by a defendant of the sentence under certain circumstances, the Defendant expressly waives any and all rights conferred by 18 U.S.C. § 3742 to appeal the sentence. The Defendant further expressly waives the right to appeal the conviction and sentence on any other ground and waives the right to attack the conviction and sentence in any post-conviction proceeding. This waiver does not include the right to appeal on the ground of ineffective assistance of counsel or prosecutorial misconduct. In return for the above waiver by the Defendant, the Government does not waive its right to appeal the sentence imposed in the instant case. The Government does not waive its right to appeal any order dismissing the Information, vacating a sentence, or otherwise terminating the prosecution at any stage of the proceedings. Further, the parties agree that nothing in this agreement shall affect the Government's right and/or duty to appeal as set forth in 18 U.S.C. § 3742(b). However, if the United States appeals the Defendant's sentence pursuant to 18 U.S.C. § 3742(b), the Defendant is released from this waiver.

FACTUAL BASIS

15. The Defendant admits the allegations charged in Counts 1 and 67 and understands that the nature of the charges to which the plea is offered involves proof as follows:

a. Beginning in or about June 2012 and continuing until at least in or about December 2013, within the Middle District of Alabama and elsewhere, the Defendant did willfully and knowingly conspire with Tracy Mitchell, Patrice Taylor, Keisha Lanier and others to defraud the United States by obtaining or aiding to obtain the payment of false, fictitious, and fraudulent claims, in particular the filing of fraudulent federal tax returns using stolen identities.

b. In 2012, the Defendant and Patrice Taylor worked at a call center for Company A located in Columbus, Georgia, and had access to the means of identification of individuals.

c. While at work, the Defendant copied the personal identifiable information of Company A's customers. For instance, in or about September 2012, the Defendant obtained the personal identifiable information of D. Tu., J. Cu., and V. De.

d. In total, the Defendant unlawfully obtained personal identifiable information of approximately 639 individuals. For the 2012 tax season, the Defendant used those names to file false tax returns that claimed a total of \$2,135,359 in fraudulent refunds. The IRS stopped most of the tax refunds, but paid out \$762,512. Those tax returns were filed using multiple Electronic Filing Identification Numbers (EFINs), including EFIN xxx603 in the name of Star Financial Services, EFIN xxx538 in the name of M & Q Tax Services and EFIN xxx515 in the name of S & D Tax Services. The

Defendant obtained the EFINs from Keisha Lanier, Tracy Mitchell, and others.

e. In or about October 2012, the Defendant approached Patrice Taylor and asked Patrice Taylor if she wanted to make easy money by getting names, Social Security numbers, and dates of births from Company A's customers. The Defendant agreed to pay Patrice Taylor for the information. Patrice Taylor agreed to supply the information to the Defendant.

f. In total, Patrice Taylor gave the Defendant personal identifiable information of approximately 375 individuals. For the 2012 tax season, fifty-nine names stolen by Patrice Taylor were used to file false tax returns. Those tax returns were filed using multiple Electronic Filing Identification Numbers (EFINs), including EFIN xxx538 in the name of M & Q Tax Services and EFIN xxx515 in the name of S & D Tax Services. In total, those fifty-nine tax returns claimed \$189,636 in false refunds. The IRS stopped most of those refunds and paid out \$28,783.

g. On or about March 11, 2013, the Defendant for the purpose of executing the scheme and artifice to defraud, and to aid and abet the same, transmitted or caused to be transmitted by means of wire communication in interstate commerce, an electronic federal tax return in the name of "D.Tu." that requested a tax refund in the amount of \$2,804. The tax return was filed from Tracy Mitchell's residence.

h. On or about March 11, 2013, the Defendant did knowingly use a means of identification of an actual person, "D.Tu.", without lawful authority during and relation to the offense listed in Count 11. The Defendant caused a fraudulent tax return to be filed in the name of "D.Tu." and that requested a refund in the amount of \$2,804. The Defendant caused the check issued in the name of "D.Tu." to be cashed at a Wal-

Mart store in Columbus, Georgia.

i. The Defendant was not involved in the theft of identities from Fort Benning, Georgia and had no knowledge that the conspiracy involved the use of stolen military identities.

j. The actions of the Defendant recounted above were in all respects voluntary, knowing, deliberate, and willful, and were not committed by mistake, accident or any other innocent reason.

DEFENDANT'S UNDERSTANDING AND ACKNOWLEDGMENT

16. The Defendant, before entering a plea of guilty to Counts 1 and 67as provided for herein by said Plea Agreement, advises the Court that:

a. The discussions between the attorneys for the government and the attorney for the Defendant towards reaching an agreed plea in this case have taken place with the Defendant's authorization and consent.

b. The Defendant further understands that, pursuant to Title 18, United States Code, Section 3013, a \$200 assessment fee is to be paid by the Defendant on the date of sentencing. The Defendant will make an honest, good faith effort to pay said fine as directed by the Financial Litigation Section of the United States Attorney's Office. The Defendant further understands that by completing and submitting to the court or the government any financial statements, the Defendant is representing that the statement is true and accurate to the best of her information, knowledge, and belief.

c. The Defendant understands that the Defendant has a right to be represented by an attorney at every stage of the proceedings against the Defendant herein and is represented by the Defendant's undersigned attorney.

d. The Defendant understands that the Defendant has the right to plead not guilty and has the right to be tried by a jury and, at a trial thereof, has the right to the assistance of counsel, the right to confront and cross-examine witnesses against the Defendant, the right to call witnesses in the Defendant's own behalf, and the right not to be compelled to incriminate the Defendant, and that if the defendant enters a plea of guilty herein, there will not be a further trial of any kind and that by the entry of such a plea, the Defendant waives the right to a trial by jury or to a trial before the Court.

e. The Defendant further understands that in entering a plea of guilty herein, the Court may ask questions about the offense to which the plea is entered and further understands that if the Defendant answers these questions under oath, on the record, and in the presence of counsel, which questions and answers would be recorded, that the answers may later be used against the Defendant in a prosecution for perjury or false statement if the answers are not truthful.

f. The Defendant further understands and advises the Court that the Plea Agreement and Addendum to the Plea Agreement and the plea to be entered by the Defendant as a result thereof is voluntary on the Defendant's part and is not the result of any force or threats or of any promises apart from the aforesaid Plea Agreement and Addendum to the Plea Agreement. The Defendant further advises the Court that the Plea Agreement and Addendum to the Plea Agreement is the result of prior discussions between the attorneys for the government, and the attorney for the Defendant, all conducted with the Defendant's authorization, knowledge, and consent.

g. The Defendant further advises the Court that the Defendant's understanding of this Plea Agreement and Addendum to the Plea Agreement is as set

forth in this document.

h. The Defendant further understands that the Government can only make a sentencing recommendation to the Court, which is not binding on the Court.

i. The Defendant is satisfied that defense counsel has been competent and effective in representing her.


17. The undersigned attorneys for the Government and for the Defendant represent to the Court that the foregoing Plea Agreement and Addendum to the Plea Agreement is the agreement of the parties that has been reached pursuant to the plea agreement procedure provided for in Rule 11, Federal Rules of Criminal Procedure, as amended. The attorney for the Defendant further advises the Court that the Defendant has been advised of the nature of the charge to which the foregoing described plea is to be offered, and that the Defendant has been advised of the defendant's right to plead not guilty and to be tried by a jury on all issues herein; of the maximum possible penalty provided by law; that by the entering of a plea of guilty as aforesaid, the Defendant waives the right to be tried by a jury or by the Court, waives the right to confront and cross-examine witnesses against the defendant and the right not to be compelled to incriminate the Defendant; and that if the Defendant pleads guilty, there will not be a further trial of any kind. Further, the Defendant has been advised that if the Defendant pleads guilty, the Court may ask questions about the offense to which the Defendant has pleaded and that if the plea is rejected or later withdrawn, that the answers to such questions may not be used against the Defendant in a civil or criminal proceeding, but that the Defendant's answers may later be used against the Defendant in a prosecution for perjury or false statement if the answers are not truthful.

18. The Defendant understands that the United States Probation Office will prepare a presentence investigation report for the Court. The Probation Officer will consider the Defendant's conduct related to the offense to which the plea is offered, as well as the Defendant's criminal history. The offense level or criminal history category, as calculated by the Probation Officer and determined by the Court, may differ from that projected by the Defendant's counsel or the United States Attorney.

19. This Plea agreement consisting of 19 numbered paragraphs and 13 pages and Addendum to the Plea Agreement is the entire agreement and understanding between the Government and the Defendant. There are no other agreements, promises, representations, or understandings.

This 31st day of March, 2015.

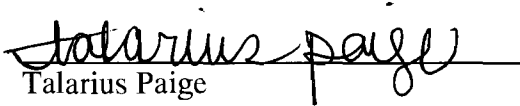
Respectfully submitted,
GEORGE L. BECK, JR.
UNITED STATES ATTORNEY


Todd A. Brown
Assistant United States Attorney

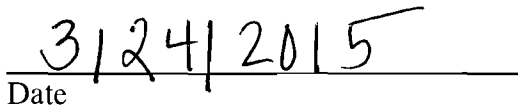
Michael Boteler
Gregory Bailey
Trial Attorneys
U.S. Department of Justice, Tax Division
Southern Criminal Enforcement Section

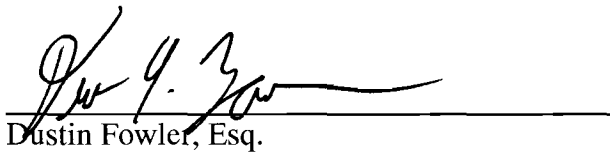
I have read the foregoing Plea Agreement and Addendum to the Plea Agreement, understand the same, and the matters and facts set forth therein accurately and correctly state the representations that have been made to me and accurately set forth the conditions of the Plea Agreement and Addendum to the Plea Agreement that has been reached.

IN ADDITION TO THE FOREGOING PROVISIONS TO WHICH I AGREE, I SWEAR UNDER PENALTY OF PERJURY THAT THE FACTS IN THE "FACTUAL BASIS" PARAGRAPH ABOVE ARE TRUE AND CORRECT AND THAT I AM SATISFIED THAT I HAVE RECEIVED COMPETENT ADVICE AND REPRESENTATION FROM MY DEFENSE COUNSEL.

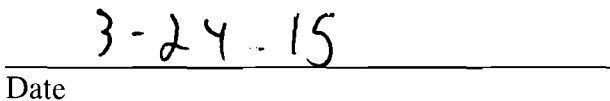

Talarius Paige

Defendant


Date


Dustin Fowler, Esq.

Attorney for the Defendant


Date