

UNITED STATES DISTRICT COURT
DISTRICT OF NEW JERSEY

UNITED STATES OF AMERICA : Crim. No. 13-
:
:
v. : 26 U.S.C. § 7206(2)
:
:
GANTCHO ZAGORSKI : I N D I C T M E N T

The Grand Jury in and for the District of New Jersey,
sitting at Newark, charges:

COUNTS 1 TO 3

1. At all times relevant to Counts 1 to 3 of this
Indictment, defendant GANTCHO ZAGORSKI resided in Hackensack, New
Jersey. Defendant GANTCHO ZAGORSKI owned and operated a business
that sold ancient coins to domestic and international customers
primarily on eBay, an Internet auction website, from his
residence in Hackensack.

2. From at least in or about January 2006 to in or
about January 2008, defendant GANTCHO ZAGORSKI operated his coin-
selling business with his wife under the names "Diana Coins" and
"Paganecoins." In or about January 2008, defendant GANTCHO
ZAGORSKI entered into a partnership with his wife and daughter to
sell coins under the name "Diana Coins, LLC." Hereinafter,
defendant GANTCHO ZAGORSKI's business will be referred to as
"Diana Coins."

3. At various times relevant to Counts 1 to 3 of this Indictment, defendant GANTCHO ZAGORSKI:

(a) met with a tax preparer at the tax preparer's office in Clifton, New Jersey, to prepare his federal income tax returns and return documents, including his 2006 U.S. Individual Income Tax Return, Form 1040; 2007 U.S. Individual Income Tax Return, Form 1040; and 2008 U.S. Individual Income Tax Return, Form 1040, and 2008 U.S. Return of Partnership Income, Form 1065;

(b) provided the tax preparer with false and fraudulent information concerning the amount of gross receipts and sales earned by Diana Coins in tax years 2006, 2007 and 2008; specifically, defendant GANTCHO ZAGORSKI intentionally understated the amount of gross receipts and sales earned by Diana Coins in those tax years;

(c) caused the tax preparer to underreport the amount of gross receipts and sales earned by Diana Coins during tax years 2006, 2007 and 2008 on his federal income tax returns; and

(d) caused to be filed with the Internal Revenue Service the false and fraudulent federal income tax returns and return documents for tax years 2006, 2007 and 2008.

4. On or about the dates listed below, in the District of New Jersey and elsewhere, defendant

GANTCHO ZAGORSKI

did knowingly and willfully aid and assist in, and procure,

counsel, and advise the preparation and presentation under, and in connection with any matters arising under, the internal revenue laws, of federal income tax returns and return documents for the tax years identified below, which were false and fraudulent as to material matters in that they underreported the amount of gross receipts and sales, knowing that the federal income tax returns and return documents were false and fraudulent:

COUNT	TAX YEAR	ON OR ABOUT	TAX RETURN OR RETURN DOCUMENT	FALSE MATERIAL GROSS RECEIPTS AND SALES
1	2006	4/17/07	Schedule C (Form 1040), Line 1	\$310,901
2	2007	4/15/08	Schedule C (Form 1040), Line 1	\$314,800
3	2008	4/15/09	Form 1065, Line 1a	\$232,535

In violation of Title 26, United States Code, Section 7206(2).

A TRUE BILL,

FOREPERSON

Paul J. Fishman/rah
 PAUL J. FISHMAN
 United States Attorney

CASE NUMBER: 13-

**United States District Court
District of New Jersey**

UNITED STATES OF AMERICA

v.

GANTCHO ZAGORSKI

INDICTMENT FOR

26 U.S.C. § 7206(2)

A True Bill

Foreperson

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NEWARK, NEW JERSEY

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