



U.S. Department of Justice

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JURY FINDS ANDERSON'S ARK & ASSOCIATE CLIENT

GUILTY OF TAX CRIMES

Milwaukee, WI- Assistant Attorney General for the Justice Department's Tax Division Eileen J. O'Connor, and U.S. Attorney for the Eastern District of Wisconsin Steven M. Biskupic and Internal Revenue Service Criminal Investigation Chief Nancy Jardini, announced today that Elm Grove, Wisconsin, resident Glen J. Murphy, a client of Anderson's Ark & Associates (AAA), was found guilty of 7 counts of filing false tax returns and 3 counts of willfully failing to file income tax returns following a four day jury trial in Milwaukee, Wisconsin.

The evidence at trial established that in 1997, Glen J. Murphy became a client of Anderson Ark & Associates (AAA) and purchased the Look Back and Look Forward tax evasion programs that featured the use of phony partnerships to create fictitious partnership losses and false business expenses. The evidence established that Glen Murphy created a fictitious partnership loss in 1997 that eliminated his current tax year obligations and carried back the remainder to the tax years 1994, 1995, and 1996, resulting in a tax refund of approximately \$60,000. Murphy also used the Look Forward program to create false advertising and marketing expenses for his chiropractic business in the tax years 1998, 1999, and 2000. Lastly, the evidence established that following the demise of Anderson's Ark & Associates in 2001, Glen Murphy discontinued filing individual income tax returns for tax years 2001, 2002, and 2003.

District Judge J.P. Stadtmueller ordered Glen J. Murphy remanded in custody pending sentencing in this case which has been scheduled for December 2, 2005. Each of the 7 counts of filing a false return count carries a maximum penalty of three years imprisonment and a \$250,000 fine while the remaining 3 counts of willful failure to file each carry a maximum penalties of one year imprisonment and a \$100,000 fine.

The Milwaukee Office of the Internal Revenue Service, Criminal Investigation Division investigated this case. Assistant United States Attorney Matthew L. Jacobs and Trial Attorney Larry J. Wszalek of the Justice Department's Tax Division prosecuted this case.

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