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LONGWOOD WOMAN PLEADS GUILTY TO FAILURE TO FILE INCOME TAX RETURN

Orlando, Florida - On August 21, 2008, RACHEL BAKER, a 37 year old resident of Longwood, Florida, pleaded guilty to one count of failure to file an income tax return. The maximum penalty BAKER faces is one year imprisonment and a \$100,000 fine.

According to the plea agreement, BAKER intentionally did not file income tax returns from 2001 through and including 2004 at the time they were due. Prior to 2000, defendant BAKER filed income tax returns with her then husband. Defendant BAKER was employed by Servos & Simulation, a company owned by her father. Defendant BAKER's positions at Servos & Simulation included engineer and, at various times, the CEO. Defendant BAKER at times would sign her own paychecks and oversee the business operations. Her employment at Servos & Simulation allowed her to avoid detection by the IRS and to further her failure to file because she was paid as an independent contractor and no Form 1099s or Forms W-2s were issued. The total tax loss for the four years is \$53,023.33.

The case was investigated by special agents of the Internal Revenue Service. The case was prosecuted by Assistant United States Attorney I. Randall Gold.