

UNITED STATES COURT OF APPEALS  
FOR THE SIXTH CIRCUIT  
100 EAST FIFTH STREET, ROOM 540  
CINCINNATI, OHIO 45202

UNITED STATES OF AMERICA

v.

JANET MARCUSSE  
WILLIAM FLYNN  
GEORGE BESSER  
DONALD BUFFIN

CASE NOS.

05-2586/05-2668  
05-2556  
05-2666  
05-2667

WESTERN DISTRICT OF MICHIGAN

PETITION FOR PANEL REHEARING

SUGGESTION FOR REHEARING EN BANC

FRAP 40(a)  
FRAP 35(b)

SUBMITTED BY:

Janet Marcusse  
FCI Tallahassee  
501 Capital Circle, NE  
Tallahassee, FL 32301

TABLE OF AUTHORITIES

A. CITATIONS

- Anders v. California, 386 US 738, 18 L Ed 2d 493, 87 S Ct 1396 (1967)
- Anderson v. Sheppard, 856 F. 2d 741 (6th Cir., 1988)
- Bruton v. United States, 391 US 123, 139-140, 20 L Ed 2d 476,  
88 S Ct 1620 (1968)
- Castille v. Peoples, 489 US 346, 351-352, 103 L Ed 2d 380,  
109 S Ct 1056 (1989)
- Chapman v. California, 386 US 18, 23, 52, 17 L Ed 2d 705,  
87 S Ct 824 (1967)
- Cheek v. United States, 498 US 192, 112 L Ed 2d 617, 111 S Ct  
604 (1991)
- Crane v. Kentucky, 476 US 683, 90 L Ed 2d 636, 109 S Ct 2142 (1986)
- Faretta v. Washington, 422 US 806, 819, 45 L Ed 2d 562,  
95 S Ct 2525 (1975)
- Giglio v. United States, 405 US 150, 31 L Ed 2d 104,  
92 S Ct 763 (1972)
- Glover v. United States, 531 US 198, 148 L Ed 2d 604,  
121 S Ct 696 (2001)
- Humphrey's Ex'r. v. United States, 295 US 602, 79 L Ed 1611,  
55 S Ct 869 (1935)
- In re Mark Benskin & Company, 309 F. 3d 170 (6th Cir., 1995).
- Krause v. Rhodes, 570 F. 2d 563, 567 (6th Cir., 1977)
- Kyles v. Whitley, 514 US 419, 131 L Ed 2d 490, 115 S Ct 1555
- Martinez v. California, 528 US 152, 163, 145 L Ed 2d 597,  
120 S Ct 684 (2000)
- Mattox v. United States, 146 US 140, 150, 36 L Ed 917,  
13 S Ct 50 (1892)
- McKaskle v. Wiggins, 465 US 168, 178, 79 L Ed 2d 122,  
104 S Ct 944 (1984)
- Strickland v. Washington, 466 US 668, 711, 80 L Ed 2d 674,  
104 S Ct 2052 (1984)

United States v. Agurs, 427 US 97, 49 L Ed 2d 342,  
96 S Ct 2392 (1976)

United States v. Bagley, 473 US 667, 678, 87 L Ed 2d 481,  
105 S Ct 3375 (1985)

United States v. Foster, 128 F. 3d 949, 953 (6th Cir., 1997)

United States v. Jamieson, 427 F. 3d 394, 411 (6th Cir., 2005)

United States v. Modena, 302 F. 3d 626 (6th Cir., 2002)

United States v. Olanø, 507 US 725, 123 L Ed 2d 508,  
113 S Ct 1770 (1993)

United States v. Payne, 181 F 3d 781, 791 (6th Cir., 1989)

United States v. Stull, 743 F 2d 439, 447 (6th Cir., 1984)

Washington v. Texas, 388 US 14, 18 L Ed 2d 1019,  
87 S Ct 1920 (1967)

B. CONSTITUTIONAL BILL OF RIGHTS

First, Fourth, Fifth, Sixth, Eighth Amendments

C. UNITED STATES STATUTES

26 U.S.C. §731

D. FEDERAL RULES OF LAW

Federal Rules of Evidence 1006

E. U.S.D.C. WESTERN DISTRICT OF MICHIGAN

Case No. 1:03-cv-00545-RAE

Case No. 1:06-cv-00694-RHB

NOW COMES APPELLANT, Janet Marcusse, pro se, to petition this Honorable Court for Panel Rehearing under FRAP 40(a), and suggest Rehearing En Banc per FRAP 35(b), if the panel does not substantially modify its decision once it considers Marcusse's pro se Appellant Brief, which was ignored in the 2/14/08 Non-Published Opinion. The Opinion further conflicts with decisions of the United States Supreme Court and of the Sixth Circuit Court of Appeals, and consideration of the full court may be necessary to secure and maintain uniformity of the Court's decision per FRAP 35(b)(1)(A). Under FRAP 35(b)(1)(B), there is also a question of exceptional importance:

Whether due process was denied where the Court considered only the brief prepared by incompetent and conflicted appointed counsel, who refused to correct gross errors and omissions, or in the alternative, file an Anders Brief, in the instance where Appellant had been granted permission by the Sixth Circuit to file a pro se brief as a remedy?

Marcusse submits that the fair consideration of her pro se brief would have resulted in several grounds requiring relief due to the structural errors of a biased judge, prosecutorial misconduct, denial of her right to proceed pro se, and Bruton violations over the Bosses (GX-7ldd). A direct appeal has always been the best forum in which to seek and obtain such a remedy, but in this case, a direct appeal has been functionally denied to her.

Marcusse was granted permission to file a pro se brief by Case Manager, Bryant Crutcher, on 8/8/06 (Exh. 1), as a remedy to the due process concerns raised in her 7/24/06 motion to remove appointed counsel Melvin Houston for cause. Houston had materially misrepresented the underlying record in his proof brief filed on 6/22/06 and refused to submit vital issues that only an incompetent attorney, or

one in collusion with the prosecution, would omit. Houston was provided sufficient notice of these serious errors and omissions, but he persisted in this conduct through his final brief of 6/22/07 and into the 11/29/07 oral arguments, where he sounded drunk on the tape made of it. AUSA Schipper, when asked by the panel, indicated that he had no objections to the other appellants' requests to join Marcusse in her Brief. Her pro se Brief had been accepted and filed on 7/5/07 by the Clerk. Thus, the appellants were led to believe the panel would consider Marcusse's pro se Brief in their Opinion.

To ignore this brief unfairly discriminates against them. The Sixth Circuit has long accepted and considered pro se briefs from represented prisoners. Indeed, one such case was quoted in the 2/14/07 Opinion, United States v. Stull, 743 F. 2d 439, 447 (6th Cir., 1984), where a "pro se" brief was considered. In United States v. Payne, 181 F. 3d 781, 791 (6th Cir., 1989), a pro se supplemental "alternative" brief was heard that was filed "just before oral arguments". In United States v. Modena, 302 F. 3d 626 (6th Cir., 2002), he was both pro se and represented by counsel. While it is true that Marcusse's pro se Brief was oversized, so too was AUSA Schipper's Brief, the only difference being that his was considered by the panel whereas hers was not.

Nor may consideration of the brief be blocked because this is a petition for rehearing. Castille v. Peoples, 489 U.S. 346, 351-352 (1989), held that if an issue is not spotted until after the Opinion is filed, it cannot be first raised upon rehearing. Marcusse's pro se Brief was timely filed prior to the Opinion.

In Martinez v. California, 528 U.S. 152, 163 (2000), the

denial of the appellant's motion to represent himself on appeal was "narrow", applying to those appellate courts that deny such a motion when made. This application may not be made where Marcusse's request to be heard was granted on due process considerations rather than on Faretta. The Martinez Court agreed, holding "any individual right to self-representation on appeal based on autonomy principles must be grounded in the Due Process Clause." Id. at 152. "Appellate courts have maintained the discretion to allow litigants to 'manage their own causes'--and some such litigants have done so effectively." Id. at 158. "We are not aware of any historical consensus establishing a right of self-representation on appeal. We might, nonetheless, paraphrase Faretta and assert: No State or Colony ever forced counsel upon a convicted appellant, and no spokesman ever suggested that such a practice would be tolerable or advisable. 422 U.S., at 382." Id. at 159. "Meanwhile the rules governing appeals...seem to protect the ability of indigent litigants to make pro se filings." See also Anders v. California, 386 U.S. 738 (1967). Id. at 164. "Our system of laws generally presumes that the criminal defendant, after being fully informed, knows his own best interests and does not need them dictated by the State. Any other approach is unworthy of a free people." (Justice Scalia, concurring). Id. at 165.

The manner in which Houston conducted Marcusse's appeal suggests it was done to prevent her from being meaningfully heard. He refused to change any errors or omissions (Exh. 2), persisting in material misrepresentations through oral arguments, only to then attest he had seen no grounds for relief (Exh. 3). If this was true, he should have filed an Anders Brief, which would have caused Marcusse's

pro se Brief to have to be considered. When the conduct of the trial lawyer, David Kaczor, the district court judge, and the prosecution team is added to that of Houston's conduct on appeal, there is sufficient cause to submit that substantial grounds exist in the record to establish this appeal has been unfairly prejudiced by unethical conduct and conflicts of interest, entitling the appellants to a rehearing and/or possible rehearing en banc.

At the district court level, Marcusse was also unexpectedly denied the right to proceed pro se or be heard after she had been granted the right over 10 months before (R. 17, R. 18). On 5/16/05, this right was denied the first morning of trial after she disagreed with Judge Bell's refusal to allow her to use bank records as evidence to dispute the government's allegations of a ponzi investment scheme and she questioned the constitutionality of such a denial (TR 8-9, 13-14, 18, Exh. 4). The court would not permit her intended defense, "bank records show the money was invested with other individuals":

"The allegation is that you and others--listen carefully to me. The allegation is that you and others fraudulently and deceitfully deceived other people, not that other people deceived you, which may be the case. I imagine the government might concede that if you ask them."

(TR 8, Exh. 4). The court further refused to permit Marcusse to cross examine witnesses or object in front of the jury (TR 18, 31, Exh. 4), under the threat of removal from the trial (TR 26-27, Exh. 4). Marcusse asked the judge to recuse himself for bias but he refused (TR 20, Exh. 4).

"[T]he Constitution guarantees criminal defendants a 'meaningful opportunity to present a complete defense.'" Crane v. Kentucky,

476 U.S. 683, 690 (1986). The exclusion of "competent, reliable evidence" when it "is central to the defendant's claim of innocence" deprives him of the basic right to have the prosecutor's case "survive the crucible of meaningful adversarial testing." Id. The "pro se defendant is entitled to preserve actual control over the case he chooses to present to the jury. This is the core of the Faretta right. McKaskle v. Wiggins, 465 U.S. 168, 178 (1984).

The bank records had been in the government's possession, not Marcusse's, because the Bosses had stolen the records in 2001 to cover up their embezzlement of \$1.5 million Marcusse reported to law enforcement on 8/2/01 (R. 309-3; TR 3089-3091, 3110). Det. Crumb contacted the IRS in response (Crumb at TR 1486), causing the investigation against Marcusse. The Bosses gave the records to the IRS in 2002 in exchange for a plea agreement (TR 31921; Case No. 1:06-cv-00694, R. 6, p. 13, Boss "proffer" of evidence). Marcusse testified about the embezzlement at a 5/19/02 meeting of the grand jury.

These bank records were the underlying records to the IRS's summary exhibits, submitted under Rule 1006 of the Fed. Rules of Evidence. Marcusse was at odds with the prosecution over \$12.1 million, a substantial dispute, testifying that this amount had been "spent" on legitimate investments, whereas IRS witnesses, acting as "investigators", testified that \$12.1 million had been "spent" by the defendants "on themselves and others", using one-page summary exhibits to "prove" it (GX-170, GX-172, Exh. 5).

It was acknowledged in the Government's Trial Brief that the requirement for using Rule 1006 summary exhibits was that the underlying evidence "be admissible under some evidentiary theory" (R. 297,

p. 26). The defense was not permitted this by the court, nor was any breakdown provided for the IRS's bald assertions in these summary exhibits. For example, the \$7.3 million in alleged "other spending by defendants" is supported solely by "bulk" exhibits. "Bulk" exhibits consisted of banker's boxes containing the bank records, used as stage props at trial (TR 2649, 3498). Comparing the "supporting" exhibit numbers on GX-172 to the listing of exhibits on the transcript shows they were all "bulk" exhibits (TR 3890, GX-172, Exh. 5). In this manner, meaningful impeachment was prevented.

Kaczor refused to object on Marcusse's behalf; instead he provided her with erroneous advice when asked by the court to explain Rule 1006 evidence:

"I've explained to her that the rules of evidence allow her to review any of the bank records that were used to formulate the summaries, and therefore, she would be able to look at bank records. And I don't know if they're all the bank records that she's interested in, but the bank records that would be relevant in formulating the summary sheet, she would be able to review those."

DEFENDANT MARCUSSE: "I'm sorry, that doesn't answer the question."

THE COURT: "I think it does, I think it does."

(TR 14-15, Exh. 4). Knowing from the Trial Brief that it was required, Marcusse had asked to use the bank records as evidence, not just "review" or "look" at them.

According to United States v. Jamieson, 427 F. 3d 394, 411 (6th Cir., 2005), "We have held that all documents underlying a Rule 1006 summary must be admissible into evidence".

When Marcusse then suggests that the government might be withholding evidence, the court restates its position:

"I talked to you first to tell you at the outset what someone else may have done with the money that you may or may not have given to them is not the issue in this case. It's not the issue."

(TR 15, Exh. 4).

Kaczor admits to having received "reams" of evidence from Marcusse, but due to pressure from the court, agrees to "weed out" all evidence the court does not want admitted (TR 3049, Exh. 4). She is left with just 9 exhibits to support her testimony regarding \$12 million in investments made. As the court had admonished the defense attorneys the first morning of trial, "You know exactly what you can do and not do" (TR 77).

Throughout the entire four-week trial, Judge Bell acts to block Marcusse from using any actual bank records to impeach IRS witnesses (TR 3049, 3141-3142), or as defense evidence (TR 8, 13-15, 629-630, 3191, 3348-3349, 3408, 3677-3680, 3682). Marcusse refuses to close the evidence (TR 3348), but the court overrules her to proceed to closing arguments. As the result, Marcusse is never permitted to submit the government's case to "meaningful adversarial testing".

It was the misapplication of "ponzi law" that caused the trial to be fundamentally unjust. The Government's Trial Brief had posited from the non-published case, In re Mark Benskin & Company, 309 F. 3d 170 (6th Cir., 1995), the "intent to defraud can be inferred as a matter of law from the mere fact that a Defendant is running a Ponzi scheme" [emphasis added] (R. 297, p. 47). From this was also derived the court's Opinion in regards to denying 14 defense witnesses, "alleged investments" are "irrelevant" to the charges (R. 401). The morning following this ruling, Judge Bell meets

privately with the jury (TR 2035), which is "absolutely forbidden" according to Krause v. Rhodes, 570 F. 2d 563, 567 (6th Cir., 1977); Mattox v. United States, 146 U.S. 140, 150 (1892).

If a trial judge's involvement has resulted in an unwarranted prejudgment of the merits of the case, any resulting judgment in favor of the party so favored is invalid per Anderson v. Sheppard, 856 F. 2d 741 (6th Cir., 1988).

Glover v. United States, 531 U.S. 198 (2001), held that even one day's increase in a term of imprisonment flowing from defense counsel's failing to object to an error of law may constitute substantial prejudice.

Between the court's ruling, Kaczor, and the prosecution, Marcusse was deprived of at least 20 defense witnesses, including all direct witnesses to investments (Exh. 6). Houston misrepresents this vital issue as the denial of only 3 witnesses, including a Richard Williams (Issue III, p. 22), who did appear for the defense (TR 2271-2801). Houston is notified that his issue is substantially incorrect, including in the 7/23/07 Appellee Brief, yet he persists in arguing the issue incorrectly into oral arguments where AUSA Schipper argues Williams did appear and Houston is made to look foolish, along with this issue. Either Houston is incompetent, or this was a scheme concocted to damage the merits of this issue in front of the panel. In either event, Marcusse is entitled to relief as such games should not be rewarded by any appellate-level court.

A criminal defendant has a constitutional right to present his own witnesses to establish a defense. United States v. Foster, 128 F. 3d 949, 953 (6th Cir., 1997); Washington v. Texas, 388 U.S.

14 (1967).

After review of Houston's 11/29/07 letter (Exh. 3), and the oral arguments audio tape, Marcusse files a Petition for Writ of Mandamus to remove him for unethical behavior, opening Case No. 08-1003 on 1/3/08 at the Sixth Circuit. Judge Bell is sent a copy by the Court with instructions to respond by 1/14/08. He does not respond, which according to 52 Am. Jur. 2d, Mandamus, ¶ 424, "A failure to file an answer in a mandamus proceeding admits the truth of the allegations", yet the Clerk denies the petition on 1/17/08. A motion for reconsideration under 6 Cir. R. 45(b) is denied on 2/5/08 again by the Clerk.

The "ponzi law" opinion may also have derived from the prosecution's "prime bank" scheme theory, however, this theory was founded on evidence that was tampered with, as established by a pre-existing case in the district court (Case No. 1:03-cv-000545-RAE, R. 1-1, Item 34; R. 1-2, Exh. A). Both GX-31 and GX-33 (newsletters) were tampered with prior to submission with the "Instructions to Invest" and "Bahamas CD Program" (GX-2/GX-3) removed so that the program at Suisse Security Bank & Trust could be misrepresented as a "prime bank" scheme when instead it was described as a stock investment. Kaczor admits in his closing arguments that attachments to the newsletters were "missing" (TR 3598, Exh. 4), yet he would not object when this evidence was entered.

Thus, this charge also rests on a misapplication of law in that no "prime bank" program, a debt instrument, has ever been defined as a stock or equity investment, as admitted by FBI Agent Samuel Moore (TR 1675, Exh. 4). IRS Agent James Flink refuses to directly answer

the question (TR 2052, 2072-2073, Exh. 4). GX-1, the government's chief exhibit, a prime bank booklet, was simply plucked out of an earlier time than the 39 mail fraud counts, which began on 10/21/99, and falsely alleged as the only kind of investment shown to investors. The record establishes that no investor testified they believed GX-1 to be the only investment; out of 577, only 6 could be found that ever saw GX-1 (Exh. 7), and GX-33, a 10/99 newsletter, stated the investment was a stock program and not a bank debenture program. This theory further violated a contract made by the government with George Besser, wherein he had been deemed the "innocent victim" of a "prime bank" scheme (GX-380) and \$400,000 in funds seized in 5/99 were later returned (AUSA Reed Pixler, Phoenix, TR 774).

At a 7/28/04 detention hearing, Marcusse had objected to the entry of GX#2 (renamed GX-1 at trial) for its irrelevancy to the 39 counts (TR 19, Exh. 8), but she was allowed no evidence or witnesses. At trial, Kaczor argued that she had testified about GX-1, "No, that's not the one that we were using" (TR 3595, Exh. 3). He also recounts the contracts in which all investors agreed to "best efforts", diversification, and assigned discretion over the investment choices to the defendants (TR 3595, Exh. 4; Def. Exh. M-L; GX-63d). IRS Agents Flink (TR 2052, Exh. 4), and Steve Corcoran (TR 2292-2293, Exh. 4), admit they included no non prime bank investments in their summary exhibits, they did not include all related bank accounts, and that they made no investigation of any investment accounts. AUSA Gezon persists in representing GX-1 as his "believable evidence" that "many" of the investors were shown it (TR 3714-3715, Exh. 4), in spite of the fact that there was no

evidence to support it. Houston aids the prosecution by misrepresenting Suisse Security Bank and the Bahamas CD Program as two separate programs, and the Bahamas CD Program as "expected to return \$25 million on a \$350,000 investment" (p. 13).

The summary exhibit Marcusse was reduced to using at trial for the Bahamas CD Program, the stock program custodied at Suisse Security Bank (SSBT), showed wire transfers for it of \$4,226,000 (Def. Exh. M-AA, Exh. 9). AUSA Gezon torpedoed her exhibit and credibility by gesturing to the banker's boxes and claiming there was "nothing" in evidence by way of bank statements to support it (TR 3721, Exh. 4), calling her a "liar" at least 12 times. Had Marcusse been permitted the use of bank records as evidence, she could have attached each wire transfer to Def. Exh. M-AA to show the jury the real "liar" was not her. To illustrate, see Exh. 9 for a 7/15/99 wire transfer statement from "bulk" exhibit GX-210 that matches the same entry on Def. Exh. M-AA. Def. Exh. M-Q, a letter fax regarding the revocation of Suisse Security's banking license freezing all funds on 4/2/01 by the Central Bank of the Bahamas was improperly discredited by Gezon's claim it was, "Something she could have gotten off the internet" (TR 3721, Exh. 4).

The court denied summary exhibit Def. Exh. M-Z for \$4,186,700 into Crawford Ltd., because the underlying bank records had not been "proffered" (TR 3127), records already in the government's possession. The evidence to support that \$2 million was invested in MLC Development, a company in which Robert Plaster had been its Chief Financial Officer (R. 392-2, p. 2, Exh. 10), and who was a good friend of John Ashcroft's, was also blocked. Plaster personally

obtained \$1 million of investor funds from MLC (R. 157-2), only to renege on the contract made for \$4 million in returns on it. Anthony Valentine, William Flynn's attorney, blocks the contract from being submitted as evidence (TR 2980, Exh. 4). Plaster denies he was a principle in MLC (TR 2248), but admits he kept the money (TR 2256, Exh. 4). The prosecution had tried to keep Plaster out of the trial, but so many investors testified that they became involved due to it, that he was later called (R. 401). A falsified search warrant had been used to raid the home and office of the barrister handling the funds transferred to MLC under bogus "drug trafficking" charges, confiscating records to prevent their use at trial (R. 342; TR 14, Exh. 4; Exh. 11). Thus, while this evidence was blocked, the testimony that Plaster kept the money was damaging enough to the government's case that AUSA Gezon withdraws his ponzi scheme charge from the jury's consideration (TR 3713, Exh. 4), therefore, the jury did not find the defendant's "guilty" of a ponzi scheme.

Def. Exh. M-U was a letter regarding the \$1,861,330 that had been invested with Winfield Moon and Richard Gerry. Agent Flink had deceitfully alleged that because Marcusse "owned" Worldwide "E" Capital, LLC, \$600,000 in deposits to it were taxable income to her, but he admitted he added this \$600,000 after he first testified in front of the grand jury (TR 2098). The underlying bank records from "bulk" exhibit 219 could have proven Moon owned it, but they were not permitted (TR 3141-3142). Neither Moon nor Gerry were permitted by Kaczor to appear as defense witnesses (TR 2220-2223, 2231).

The misapplication of tax law in regards to "pass through"

funds going into investments was used by IRS witnesses to manufacture motive of \$4.8 million (GX-170, GX-172, Exh. 5), once they learned the case was going to trial. Over \$4 million in unreported "income" allegations were made at trial that had not been made in the indictment (Cnt. 40, Item 3, R. 323). Profit Sharing Plan documents were withheld from evidence in order to misrepresent the handling of qualified funds. Any questions Marcusse asked to clarify the tax issues were blocked by the court (TR 2085-2089), thereby preventing the presentation of a "good faith" Cheek defense. Even the name of the investment organization was misrepresented in order to misconstrue the tax ramifications. None of the 39 mail fraud counts referred to checks from Access (R. 323). AUSA Gezon concedes in the jury instruction hearing the organization may not have been a corporation (TR 3447, Exh. 4). Investment contracts had indicated a "joint venture" wherein distributions up to "adjusted basis" were not taxable under 26 U.S.C. §731. These issues were obscured under labeling the defendants "tax protesters" and "anti-government".

Counsel did object to the gross income jury instructions because it did not state as excluded, "monies received to be transferred at another's direction", addressing the "pass through" funds issue (TR 3457-3459), but the court denied it (TR 3461). For the jury, the mail fraud scheme is made a "failure to file" tax scheme and tied to the money laundering counts (TR 3761-3762, 3772-3776, 3778), which constitutes an abuse of charging authority. After trial, the Boss's unreported income is quietly reduced by \$147,377 for "pass through" funds (¶ 147, 171, PSR; R. 501-1, p. 6). The defendants that took the case to appeal were not similarly treated.

A "guidelines" sentence of 13,920 months is calculated in the PSR (Exh. 12), so the court could "downward depart" to "only" 25 years for this Category I "offender", which is over the statutory maximum.

Marcusse supplied Houston with the preceding facts in advance of the filing of his proof brief. In his Statement of Facts, he omits \$8 million in investments to which Marcusse testified. In Issue I, he angers the panel by arguing that "defendants used some of the money invested to reward themselves" as being "irrelevant" to the charges (p. 19, 2/14/08 Opinion). This was not derived from Marcusse's pro se brief as intimated, but from Houston's (p. 18). In Issue II, he omits a Bruton violation where a letter is put into evidence (GX-71dd) wherein the Bosses "confess", but blame Marcusse. The Bosses did not testify. In Issue III, Houston misrepresents the deprivation of witnesses as 3 rather than 20. In Issue IV, he argues Marcusse's "demeanor" as his sentencing issue, rather than the absurd 1,160 year calculation and its illegal, unconstitutional, and unreasonable nature.

It cannot be reasonably argued that Houston is merely incompetent. If that were true, he would have been happy to let Marcusse write his brief. Instead, it is clear that he was put into place and stayed there solely to sabotage her appeal so that the case could be bounced back to the control of the district court. Kaczor too appears to have been conflicted. He emerged from Chapter 7 bankruptcy in Case No. 02-04504 on 7/30/04, and immediately following the trial, was appointed to Senior Litigator at the Public Defender's Office (R. 488).

Strickland v. Washington, 466 U.S. 668, 692 (1984), has held

that government interference with counsel's assistance is legally presumed to result in prejudice to the defendant.

Prosecutorial abuses of charging authority and misconduct have infected this case from its inception, further violating the "separation of powers" prohibited by Humphrey's Exr. v. United States, 295 U.S. 602 (1935). Structural errors requiring "automatic reversal" from Chapman v. California, 386 U.S. 18 (1967), include an impartial judge, tainted evidence, and prosecutorial misconduct. Giglio v. United States, 405 U.S. 150 (1972), prohibits the suppression of material or impeachment evidence; United States v. Bagley, 473 U.S. 667 (1985), prohibits the use of false testimony and suppression of exculpatory evidence. United States v. Agurs, 427 U.S. 97 (1976), held the prosecution has the duty to disclose such material. Kyles v. Whitley, 514 U.S. 419 (1995), held a defendant need not demonstrate by a preponderance the suppressed evidence would have resulted in acquittal.

The record is quite clear once the omissions and misrepresentations are exposed. Marcusse has repeatedly objected to the deprivation of her "substantial rights" without being fairly heard, and she has been seriously "prejudiced" by it. These errors affect the "fairness, integrity, or public reputation of judicial proceedings." United States v. Olano, 507 U.S. 725 (1993). The Sixth Circuit promised to consider relief by way of being heard in her pro se brief, but this did not occur. Therefore, Marcusse requests a panel rehearing and suggests a rehearing en banc.

Respectfully submitted,

Date: 2/27/08

Janet Marcusse

UNITED STATES COURT OF APPEALS  
FOR THE SIXTH CIRCUIT

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RE: 05-2586: 05-2668  
USA vs. Marcusse  
District Court No. 04-00165

Dear Ms. Marcusse:

This court has received your motion for removal of appellate counsel. Please be advised that you may file a supplemental brief addressing any issue you so desire.

A copy of the court's briefing schedule is enclosed. Your supplemental brief is due after briefing has ended.

Very truly yours,  
Leonard Green, Clerk

*Bryant Crutcher*  
Bryant L. Crutcher  
Case Manager

Enclosure

cc:  
Mr. Michael L. Schipper  
Mr. Thomas J. Gezon

EXHIBIT

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August 15, 2006

Ms. Janet Marcusse  
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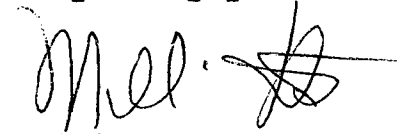
Re: U.S.A. vs. Marcusse

Dear Ms. Marcusse:

This is in response both to your letter to me, dated July 4, 2006, along with the motion you filed asking the Court of Appeals to remove me as your attorney.

Your time would be better spent preparing a pro se brief. As you know, I was appointed by the Court; I was not retained. You, as a result, have no authority to remove me. Unless or until the Court removes me I have no interest or intent of withdrawing. As another alternative, you can always hire your own attorney. Should you do so, have that individual file his appearance and I will gladly withdraw. However, your requests that I voluntarily withdraw will not be honored.

Very truly yours,

  
Melvin Houston

MH:baw

EXHIBIT

July 4, 2006

#17128-045 (used under duress)  
501 Capital Circle, N.E.  
Tallahassee, FL 32301

Mr. Melvin Houston, P-36280  
Attorney at Law  
15346 Asbury Park  
Detroit, MI 48227-1545

Re: Your Appellant Proof Brief dated June 20, 2006

Dear Mr. Houston:

I am in receipt of your Appellant Proof Brief dated June 20, 2006. It is entirely unacceptable for a variety of reasons, one of which is outlined in the attached Notice for Exception Taken to Appellate Proof Brief as prepared by me and sent by me for filing at the Sixth Circuit Court of Appeals.

The Supreme Court has ruled that I am entitled to effective assistance of counsel that is free from a conflict of interest. Your Appellate Proof Brief evidences that neither of these guarantees is true with your assistance as counsel. As the result, this letter is to officially advise you that you longer have my permission to represent me in any way, shape, or form, and that I will be requesting the Sixth Circuit Court of Appeals for the termination of your status as my appellate counsel for good cause.

Sincerely,



Janet Mavis Marcusse  
All Rights Reserved

/jm

Enclosure

Melvin Houston, Attorney at Law  
15346 Asbury Park  
Detroit, Michigan 48227-1545  
(313) 835-6479  
Fax (313) 835-7909  
E-mail: melvin.houston@wayne.edu

---

November 29, 2007

Ms. Janet M. Marcusse  
U.S.M. No.: 17128-045  
Federal Correctional Institute -  
Tallahassee  
501 Capital Circle, N.E.  
Tallahassee, Florida 32301

Re: U.S.A. vs. Marcusse, et al.

Dear Ms. Marcusse:

As you know, oral argument was held in the subject case before a three-judge panel of the Court of Appeals on Thursday, November 29, 2007. While the Court generally speaks through its written orders and opinions, it is my belief the eventual decision issued will uphold all of the convictions returned and sentences ordered served in this case.

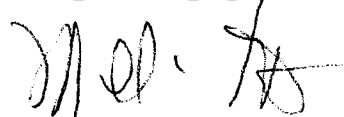
One of the benefits of oral argument is it provides an opportunity to gauge the judge's reaction to the various issues raised. At times, trying to predict what the Court will do following these sessions can be difficult either because the judges ask no questions, or the questions asked are such that you can't tell what they are thinking. Neither of these problems was present during the hearing in this case. In a separate but related matter, given the evidence was so overwhelming in your case I can't understand why you didn't negotiate some sort of plea arrangement with the prosecution; I am fairly certain you would have been sentenced to serve a term far less than the 25-year term you received following the trial.

In any event, I anticipate receiving a copy of the Court's decision within the next 45 days and will discuss the options available to you when I send you a copy. In the meantime, if you have any questions regarding the hearing earlier today please let me know.

EXHIBIT

Ms. Janet M. Marcusse  
Page 2  
November 29, 2007

Very truly yours,

A handwritten signature in black ink, appearing to read "Melvin Houston", with a stylized flourish at the end.

Melvin Houston  
Attorney at Law

MH:baw

1 THE COURT: Okay. Okay.

2 DEFENDANT MARCUSSE: I have a couple of questions,  
3 concerns. One is in regards to the -- I haven't seen all of  
4 the orders that have come through in the past couple of days.  
5 There's a couple days' delay getting to me. However,  
6 apparently getting some bank records was denied. That goes  
7 directly to my defense in that the bank records show the money  
8 was invested with other individuals.





















9 THE COURT: Ms. Marcusse, you have harassed me for  
10 the last several days with absolutely nonsensical motions.  
11 Look at me. I want to talk to you.

12 You do not understand what this trial is about, and  
13 I have urged you to talk to your lawyer. This matter is not  
14 whether you invested money wisely. That's not the issue that  
15 the government has put before us. So whether or not the money  
16 that you allegedly may have had to invest was run off with by  
17 a third party or a fourth party or someone else is really not  
18 the issue here, so that's why I want you to focus clearly on  
19 this.

20 The allegation is that you and others -- listen  
21 carefully to me. The allegation is that you and others  
22 fraudulently and deceitfully deceived other people, not that  
23 other people deceived you, which may be the case. I imagine  
24 the government might concede that if you ask them. The  
25 question is whether you and others deceitfully deceived other

**\$ \$20.7 MILLION U. INVESTORS' FUNDS \$**

GOVERNMENT  
EXHIBIT  
170  
104-CR165

<p>\$42,500 WILLIAM E. FLYNN DBA BILLY'S</p>  <p>Bank North #7024072</p>	<p>\$50,000 PROMISED DELIVERANCE (RM) (Richard Muma)</p>  <p>Bank of America #4771211027</p>	<p>\$10,000 SANCTUARY MINISTRIES DBA AHC (J. Marcusse &amp; G. Bresser)</p>  <p>Bank of America - Tx #4772189048</p>	<p>\$45,000 ACCESS BUSINESS CONSULTANTS (Donald Buffin, Jr.)</p>  <p>Comerica Bank #1850299700</p>	<p>\$6,000 DISCOVERY CHURCH (D. Buffin &amp; J. Dudkiewicz)</p>  <p>Macatawa Bank #153000098</p>
<p>\$221,441 ACCESS INTERNATIONAL LLC (Richard Muma)</p>  <p>Macatawa Bank #42003456</p>	<p>\$49,326 ACCESS FINANCIAL GROUP, INC. (G. Besser &amp; J. Marcusse)</p>  <p>Mich. Nat'l Bank (SFB) #6816851270</p>	<p>\$13,372,638 ACCESS FINANCIAL GROUP, INC. (G. Besser, D. Boss, D. Buffin, J. Visser)</p>  <p>National City Bank #62302444060</p>	<p>\$358,170 FREEDOM CHURCH OF REVELATION SANCTUARY MINISTRIES (G. BESSER, D. BOSS)</p>  <p>First of America (Nat'l City Bank) #8130451738</p>	<p>\$5,185,731 SANCTUARY MINISTRIES (G. Besser, J. Marcusse, D. Boss, D. Buffin)</p>  <p>National City Bank #628609348</p>
<p>\$40,000 SANCTUARY MINISTRIES (D. Buffin &amp; J. Visser)</p>  <p>National City Bank #628597543</p>	<p>\$143,880.00 DISCOVERY CHURCH (D. Boss &amp; W. Boss)</p>  <p>National City Bank #628597156</p>	<p>\$30,496 FREEDOM CHURCH OF REVELATION (J. Marcusse)</p>  <p>Old Kent (513rd) #7508700221</p>	<p>\$27,253 ACCESS FINANCIAL GROUP, INC. (G. Besser &amp; J. Marcusse)</p>  <p>Old Kent (513rd) #7506002901</p>	<p>\$18,500 ACCESS FINANCIAL GROUP, INC. (G. Besser &amp; J. Marcusse)</p>  <p>Southwest Securities #10452237</p>
<p>\$237,000 FREEDOM CHURCH OF REVELATION SANCT. (T. Besser &amp; J. Marcusse)</p>  <p>Southwest Securities #33379648</p>	<p>\$500 FREEDOM CHURCH OF REVELATION SANCT. (T. Besser &amp; J. Marcusse)</p>  <p>Southwest Securities #33380430</p>	<p>\$642,048 INDIVIDUAL ACCOUNTS (Various)</p>  <p>Mid Ohio Securities Various #'s</p>	<p>\$170,000 WORLD WIDE CAPITAL LLC (J. Marcusse)</p>  <p>Wells Fargo Bank #529467490</p>	<p>\$10,500 DISCOVERY CHURCH (D. Boss &amp; K. DeWeerd)</p>  <p>West Mich. Comm. Bank #6015727</p>

\$8.4 Million

MONTHLY "PROFIT" CHECKS AND  
OTHER PAYBACKS TO INVESTORS

\$4.8 Million

RECEIVED BY DEFENDANTS  
(Exhibit 171)

\$7.3 Million

OTHER SPENDING BY DEFENDANTS  
(Exhibit 172)

TRANSCRIPT PAGES INCLUDED IN THE PANEL REHEARING AS EXHIBITS

8, 9, 13, 14, 15, 18, 20, 26, 27, 31, 1675, 2052, 2072, 2073,  
2256, 2292, 2293, 2980, 3049, 3447, and 3595 AS EXHIBIT 4, plus  
3598, 3713, 3714, 3715, and 3721

Chris



I didn't include all these  
transcript pages in

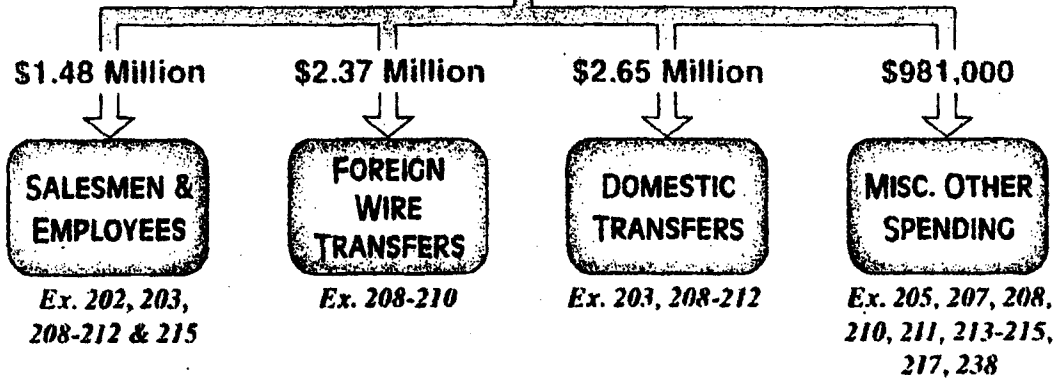
your copy to

save me postage  
& copy costs

**\$ \$20.7 MILLION OF INVESTORS' FUNDS \$**

**\$7.3 Million**

**OTHER SPENDING BY DEFENDANTS**



PERLAD 880-431-888  
GOVERNMENT  
EXHIBIT  
172  
1:04-CR165

<u>Government's Exhibits:</u>	<u>Received</u>
GX-202 - Bank of America Acct. 1027 bulk exhibit	1694
GX-203 - Bank of America Acct. 9048 bulk exhibit	1695
GX-204 - Comerica Bank Acct. 9700 bulk exhibit	1696
GX-205 - Macatawa Bank Acct. 0098 bulk exhibit	1696
GX-206 - Macatawa Bank Acct. 3456 bulk exhibit	1697
GX-207 - Mich. National Bank Acct. 1270 bulk exhibit	1698
GX-208 - National City Acct. 4060 bulk exhibit	1698
GX-209 - National City Acct. 1738 bulk exhibit	1699
GX-210 - National City Acct. 9348 bulk exhibit	1700
GX-211 - National City Acct. 7543 bulk exhibit	1700
GX-212 - National City Acct. 7156 bulk exhibit	1701
GX-213 - Fifth Third Acct. 0221 bulk exhibit	1702
GX-214 - Fifth Third Acct. 2901 bulk exhibit	1702
GX-215 - SW Securities Acct. 2237 bulk exhibit	1702
GX-216 - SW Securities Acct. 9648 bulk exhibit	1703
GX-217 - SW Securities Acct. 0430 bulk exhibit	1704

20 DEFENSE WITNESSES DENIED

BY JUDGE BELL  
(R. 401)

Gerard Forrester<sup>1</sup>  
Senior Supervisory  
Agent for FBI

Christopher Lunn  
CEO, Suisse Security  
Bank & Trust

Raymond Winder  
Deloitte Touche  
Liquidator for  
Suisse Security  
Bank & Trust

Richard Williams<sup>2</sup>

Robert Plaster<sup>3</sup>

David Pointer  
Attorney

Darwin Kal  
Attorney

Randy Scott, V.P.  
MLC Development

Christi Heuck  
Corp. Secretary  
MLC Development

Matt Rydberg  
Crawford Investments

Dr. Reed Hubert  
Investor

Ed Terlesky  
Investor

Cheryl Gardner

Scott Addison

BY DEFENSE COUNSEL  
DAVID KACZOR

Winfield Moon<sup>4</sup>  
Owner, Worldwide "E"  
Capital, LLC  
Investment Manager

Richard Gerry<sup>5</sup>  
Investment Manager

Robert Everett, Jr.  
Investment Manager

Dan Evans<sup>6</sup>  
MLC Development  
Attorney

BY PROSECUTION  
WITNESS TAMPERING

James Kramer-Wilt<sup>7</sup>  
Attorney, Bureau  
of Public Debt,  
Dept. of Treasury

Tom Wilkinson<sup>8</sup>  
Former Associate

Beth DeMeester<sup>9</sup>  
Investor from  
Largest Client  
Family

Ray DeMeester<sup>9</sup>  
Investor from  
Largest Client  
Family

Virgil Boss<sup>10</sup>  
Investor

<sup>1</sup> Forrester endorsed in writing Suisse Security Bank twice, on 2/11/00 and 1/10/01 (R. 392-2, pgs. 15-18) prior to its license revocation on 4/2/01 (Def. Exh. M-Q; R. 392-2, p. 26).

<sup>2</sup> Funds for Williams' airfare were obtained from friends to have this witness appear after Plaster committed perjury at trial.

<sup>3</sup> Plaster appeared for the government and committed perjury by denying he was the CFO and a "principle" of MLC Development. Plaster is a friend and campaign contributor to John Ashcroft, who was permitted to keep investor funds. Plaster was also

Footnotes continued:

substantially financially benefited by yet a second federal prosecution under Ashcroft's tenure on 10/15/04 in which his son, Steven Plaster, obtained the \$27 million Branson Inn to head up their Branson Landing Project. 700 middle-class investors were damaged in that prosecution in the Western District of Missouri. Media reports suggest Plaster uses campaign contributions to buy votes, but when politicians don't "produce" as expected, he sues them for outrageous sums of money, such as \$65 million. Plaster has also been repeatedly criminally indicted, including federally for anti-trust violations.

- <sup>4</sup> Moon could have proven to the jury he owned Worldwide "E" Capital, LLC, and that \$600,000 attributed to "income" to Marcusse in 2001 for allegedly "owning" Worldwide was instead invested with him. The total invested with him was over \$1.8 million.
- <sup>5</sup> Gerry worked for Winfield Moon, and alternatively, could have testified that \$1.8 million was invested with Moon and that Moon owned Worldwide "E" Capital as Gerry had been the Registered Agent on Worldwide for Moon (R. 551-3). Gerry could also have testified that he used government attorney James Kramer-Wilt as his source for information and advice (R. 551-6, p. 5).
- <sup>6</sup> Evans was a witness that Kaczor reportedly could not "find". Evans is a licensed attorney, so he should have been easy to locate, however, he would have been asked under oath if Plaster was a "principle, shareholder, director, founder, or CFO" of MLC Development.
- <sup>7</sup> Kramer-Wilt was a source of information while he was employed by the government. Both he and Gerry were indicted in 2002 for Gerry allegedly paying him funds for advice, which establishes the two knew each other (R. 551-6, p. 5).
- <sup>8</sup> Wilkinson was a former associate from October, 1998, and of longer duration than co-defendants Don Buffin, Jeff Visser, or Wesley Boss. Wilkinson, however, sent investor funds directly to investments, such as MLC Development. AUSA Gezon threatened to prosecute Wilkinson if he appeared, so after Wilkinson drove to Michigan, he did not testify (Gezon at TR 2872-2879; Kaczor at TR 2807).
- <sup>9</sup> The DeMeesters were scared off from testifying by IRS agents who spoke of tax audits and criminal indictments to investors who wanted to testify for the defense. Their family invested over \$700,000.
- <sup>10</sup> Boss (no relation to Wesley or Diane Boss) was arrested on a stale traffic warrant the Saturday before his scheduled Monday appearance.

HOW GOVERNMENT EXHIBIT 1 (GX-1)  
WAS ENTERED AND VALIDITY ASSUMED

VS.

TESTIMONIAL FACTS

fraud, n. "A knowing misrepresentation of the truth or concealment of a material fact to induce another to act to his or her detriment." Black's Law Dictionary, Seventh Edition

**GX-1 WAS ENTERED AS MAIN BASIS FOR PROMISES MADE**

Gezon at TR 3715: "How many times have we seen the investors testify that this booklet is what they were shown? Many of them, not all of them, but many of them, saw this booklet. Early investors, late investors got this booklet or a variation of it." [emphasis added]

(Look closely at dates of investor testimony)

KACZOR at TR 31: "You had indicated that I should take over for Mrs. Marcusse in the questioning of witnesses, and I wondered to what extent I should also take over if an opening statement were to be given or objections were to be made or --"

THE COURT: "Absolutely. Absolutely, until otherwise."

MARCUSSE WAS NOT ALLOWED TO QUESTION THE VALIDITY OF GX-1, AS SHE WAS PREVENTED FROM CROSS-EXAMINATION UNTIL AFTER KEY EXHIBITS HAD ALREADY BEEN ENTERED.

Therefore the following is offered:

Testimony of All Government Witnesses About GX-1  
In Order of Appearance at Trial:

1. STINGER at TR 91 - Doesn't know where he received GX-1 and not sure what literature he received (TR 191)

Worked at Steelcase and learned of an investment program from fellow employee David Albrecht (TR 86-87). Knew about the Branson Project and that there had been problems at the offshore bank, evidencing that he knew there were at least these two stock investments (TR 146). Initially testified he had no experience investing (TR 97), but later admitted he had waited to invest until the value of the stocks in his 401k portfolio increased (TR 171, 172, 188). When asked by the prosecution about the "interest payments", he corrected the prosecutor to say "dividends" (TR 107). Signed investor contract 10/14/99 (Exh. E-4).

GX-1 was entered during Stinger testimony at TR 92  
with no objections from Defense Counsel

2. BEEMER at TR 336 - Doesn't know where he received GX-1 and identified only a cover marked "Trading Program".

Worked at Steelcase and learned of an investment program from fellow employee David Albrecht (TR 334). Was aware the Bahamas CD Program was in stocks (TR 349). First invested 8/29/98 (Per GX-80) and aware of bank failure (TR 50, 7/28/04). Beemer was flown in from Oklahoma.

3. WEAVER at TR 413 - Got GX-1 from Don Buffin.

Worked at Steelcase and first learned of an investment program from a fellow employee in June of 1999 (TR 412). Testified at the Marcusse detention hearing that he had entered into an investment represented to him as "foreign stocks" and "IPOs" (TR 21-22, 7/28/04), which would have been the Bahamas program (GX-33; GX-2). Invested 10/25/99 (Per GX-80). Testified that it was due to "a banking technicality why she couldn't pay those checks" during the May, 2001 seminar (TR 29, 7/28/04).

4. SHARPE at TR 462 - Never saw GX-1; Recognized GX-2

AUSA Gezon represents GX-1 as "Explanation and History of Trading Programs" (TR 462, 481). Sharpe did not recognize GX-1, but recognized GX-2 as the Bahamas CD program he invested in (TR 463). Sharpe personally invested another \$20,000 directly in the MLC Branson Project (TR-492-493). His wife, Barbara, testified that they had traveled to Branson to see Mike Carney at MLC personally, and that she knew Robert Plaster to be Carney's partner at MLC (TR 503).

5. SIEMAN at TR 891 - Recognized first few pages of GX-1, vaguely recognized GX-2 and GX-3 looked familiar

Friend of Diane Boss hired for general work around 1999 or 2000 (TR 880). Responsible for putting company sales literature together (TR 890). Siemen testifies GX-3, the Bahamas CD Program, was literature she prepared and that was distributed by the sales staff (TR 892). Siemen was hired by Diane Boss as her "cleaning lady" (TR 1007). The Boss's secretary, Bonnie Kurnat, hired in December, 1999,

(GX-34), did not testify to ever having seen GX-1 (TR 1037-1105).

6. NOORMAN at TR 1198 - Familiar with just the cover and 2 pages of GX-1 described as a "Trade Program".

Got materials and learned of investment from Wes Boss in 1999 (TR 1195) and invested in January, 2000 (TR 1197). Noorman was friends with the Bosses and received \$26,021 from an Access check to purchase a sportscar for Diane Boss (TR 1206; GX-72f). Noorman further testifies the returns represented to him as being that of the Bahamas stock program (TR 1198).

7. BROOKS at TR 1335 - GX-1 looked like what she received.

First learned of investment from Billy Flynn (TR 1334). Invested in 1998 and again in February, 1999 (TR 1338, GX-80), therefore, she would have received notice of the Bahamas stock program from an investor newsletter mailed to her in 10/99 (GX-33).

Brooks was shipped in from Wisconsin to testify.

8. JAGER at TR 1450 - Did not recognize GX-1. What he received was different from the example shown him.

Worked at Steelcase and first learned of an investment program from a fellow employee in the Fall of 1998 (TR 1449). Jager knew the investments were in stocks and conceded to risk as the result (GX-59a, p. 10, Tape One Side Two, which was withheld from the jury at trial). He knew of the contents of this audio tape, suggesting why he could not "recognize" GX-1 at trial.

9. DUFECK at TR 1511 - Recognized GX-1 but never an investor  
Defendant Flynn's sister - First learned of investment program from Flynn sometime between 1998 and 2000 (TR 1508). Dufeck was never even an investor (Per GX-80; See also Sentencing Judgment, Restitution Payee List, R.588, pg. 6-10). Dufeck was shipped in from Wisconsin to testify.
  
10. KROGMAN at TR 1554 - Recognized GX-1 from a distance.  
Learned of investment from Albrecht in August, 1999 (TR 1551). Testimony in exchange for misdemeanor tax charges. Krogman invested on 8/25/99 (Per GX-80; TR 1551). He would have also received the notice of the stock program in 10/99 (GX-33) .
  
11. GROSS at TR 2515 - Wasn't familiar with GX-1.

## CONCLUSION

### OUT OF AN ALLEGED 577 INVESTORS

And from the testimony and evidence submitted at trial, there were only 4 investors that could be found that could positively identify GX-1 (Weaver, Noorman, Brooks and Krogman). Tentative identification of GX-1 was made by another 2 investors (Stinger, Beemer). The Prosecution had to search nationwide and shipped in 3 out of state witnesses to even find these 6 individuals.

## NO INVESTORS

Could be found from evidence on the record, to establish that GX-1 was the ONLY investment believed to be made on their behalf, nor can it be established that GX-1 was used at ANY time during even one of the 39 mail fraud counts, as the prosecution represented to the jury as their "theory" of the case.

Marcusse objected to GX-1 a year earlier for the same reasons (TR 19, 32, 7/28/04 hearing).

## IN SPITE OF THE ABOVE FACTS

AUSA Gezon remarked in closing at TR 3537 that Buffin showed GX-1 to the Murphys however there doesn't appear to be any testimony supporting that statement. AUSA Schipper tries to assert that "most" of the investors testified that they had seen Government Exhibit 1, which Marcusse vehemently contests (TR 3196). AUSA Gezon, in his rebuttal closing arguments, at TR 3714, immediately following the withdrawal of his "ponzi scheme" charge, claims, "Now, let's talk about what we are here about today, and that is whether or not the defendants made reckless statements... which were material to the investors' decision to invest... Now, let's go back and look at the evidence, the believable evidence of that. First of all, Exhibit 1".

**IT WAS FUNCTIONALLY IMPOSSIBLE FOR THE ACCUSED TO HAVE  
"PERFORMED" WHAT THE PROSECUTION ALLEGED THEY "PROMISED"  
ON A PRODUCT WHICH WAS CREATED AFTER THE FACT.**

1 A Yes, it does.

2 MR. GEZON: Your Honor, this bulk exhibit we only  
3 have one copy of so I'm going to show it to defense.

4 THE COURT: All right.

5 MR. GEZON: Move to admit Exhibit 2.

6 THE COURT: All right.

7 Any objection, Ms. Marcusse?

8 THE DEFENDANT: Yes, actually. There were a number  
9 of other programs besides that.

10 THE COURT: Are you claiming that this is not one of  
11 the programs?

12 THE DEFENDANT: That is to my knowledge not one that  
13 we used for any length of time, I would say under a month.

14 THE COURT: Well, let's see if Mr. Gezon can voir  
15 dire the witness and establish a foundation for it.

16 MR. GEZON: May I respond to the objection, your  
17 Honor?

18 THE COURT: Yes.

19 MR. GEZON: Ms. Marcusse is free to get on the stand  
20 at the appropriate time and testify what she wants to about this  
21 particular document. At this point the witness has authenticated  
22 it as the program he was presented --

23 THE COURT: Right.

24 MR. GEZON: -- and I would offer it for that reason.  
25 Maybe I can ask him a few more questions.

**BAHAMAS CD PROGRAM (SSBT) Stock Trading Program**

<u>DATE</u>	<u>AMOUNT</u>	<u>FROM</u>
10-21-98	250,000	FCR
12-2-98	30,000	FCR
12-2-98	170,000	Access
12-11-98	40,000	FCR
12-18-98	70,000	Access
2-12-99	300,000	Access
4-6-99	85,000	Sanctuary
4-26-99	100,000	Access
4-27-99	100,000	Sanctuary
5-18-99	125,000	Access
6-1-99	25,000	Access
6-25-99	100,000	Access
6-25-99	100,000	Sanctuary
7-1-99	490,000	Sanctuary
7-13-99	300,000	Sanctuary
7-15-99	400,000	Sanctuary
7-16-99	100,000	Sanctuary
7-20-99	75,000	Sanctuary
7-20-99	75,000	Access
8-3-99	150,000	Access
8-12-99	100,000	Sanctuary
9-7-99	150,000	Sanctuary
9-10-99	100,000	Access*
9-15-99	155,000	Access
9-22-99	75,000	Access*
10-22-99	42,000	Access
10-22-99	150,000	Access
11-2-99	42,000	Access
11-15-99	75,000	Access
11-16-99	42,000	Access
11-19-99	85,000	Access
11-30-99	100,000	Access
12-7-99	25,000	Sanctuary
<b>TOTAL</b>	<b>\$4,226,000</b>	

\* Sent to Florida and Tugboat but credited to the program



CRAB  
MAR 1 27 13 007  
0042 063007

**MATT BLUNT, Secretary Of State**  
**2001 ANNUAL REGISTRATION REPORT**  
(Business)

CHECK #: \_\_\_\_\_  
AMOUNT: \_\_\_\_\_

00468967  
MLC DEVELOPMENTS INTERNATIONAL, INC.

X **SHEILIA L. CARNEY**  
116 LAKE GLOB DRIVE #7  
BRANSON MO 65616

OUR RECORDS SHOW YOUR FISCAL TAX YEAR AS:	
DEC. MONTH	END MONTH
04/26	04/27
INDICATE IF YOUR FISCAL TAX YEAR HAS CHANGED:	
DEC. MONTH	END MONTH
4/15	4/17
Jan.	Dec.

IMPORTANT NOTE: TO CHANGE REGISTERED AGENT OR OFFICE SHOWN DIRECTLY ABOVE, REQUEST FORM 880 FROM THE SECRETARY OF STATE. CHANGES MADE TO THIS FORM ARE NOT EFFECTIVE TO CHANGE THE REGISTERED AGENT OR OFFICE.

**FILED**

MAR 22 2002

*Matt Blunt*  
SECRETARY OF STATE

PRINCIPAL PLACE OF BUSINESS OR CORPORATE HEADQUARTERS:	16282 MO-13, Suite E Branson West, MO 65737
CITY/STATE	BRANSON WEST, MO
ZIP	65737

NAME AND PHYSICAL ADDRESS (P.O. BOX ALONE NOT ACCEPTABLE) OF OFFICERS: (MUST HAVE A PRESIDENT AND A SECRETARY; WILL ASSUME PRESIDENT IS ALSO SECRETARY, IF SECRETARY IS NOT LISTED.)

PRE: Michael L. Carney

STREET/RT: 16282 MO-13, Suite E

CITY/STATE/ZIP: Branson West, MO 65737

V-PRES: \_\_\_\_\_

STREET/RT: \_\_\_\_\_

CITY/STATE/ZIP: \_\_\_\_\_

SECY: \_\_\_\_\_

STREET/RT: \_\_\_\_\_

CITY/STATE/ZIP: \_\_\_\_\_

TREAS: \_\_\_\_\_

STREET/RT: \_\_\_\_\_

CITY/STATE/ZIP: \_\_\_\_\_

NAME AND PHYSICAL ADDRESS (P.O. BOX ALONE NOT ACCEPTABLE) OF BOARD OF DIRECTORS: (MUST HAVE ONE DIRECTOR, IF NOT LISTED, WILL ASSUME DIRECTORS ARE THE SAME AS OFFICERS.)

NAME: Randy Scott

STREET/RT: 16282 MO-13, Suite E

CITY/STATE/ZIP: Branson West, MO 65737

NAME: Robert R. Rame

STREET/RT: 16282 MO-13, Suite E

CITY/STATE/ZIP: Branson West, MO 65737

NAME: \_\_\_\_\_

STREET/RT: \_\_\_\_\_

CITY/STATE/ZIP: \_\_\_\_\_

NAME: \_\_\_\_\_

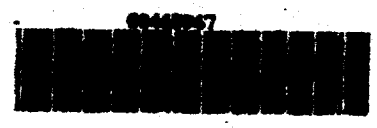
STREET/RT: \_\_\_\_\_

CITY/STATE/ZIP: \_\_\_\_\_

**ATTACH NAMES AND ADDRESSES OF ALL OTHER OFFICERS AND DIRECTORS**

The undersigned understands that false statements made in this report are punishable for the crime of making a false statement under Section 570.040 RSMo 1986

ATTACHED IS THE REGISTRATION FEE OF:  
\_\_\_ \$45.00 If filed on or before due date  
\_\_\_ \$60.00 If within 30 days after due date  
\_\_\_ \$75.00 If within 60 days after due date  
\_\_\_ \$90.00 If within 90 days after due date  
Corporation will be administratively dissolved if report is not filed.



CORPORATE E-MAIL ADDRESS (optional): \_\_\_\_\_

**COMPLETE THE BOXES OR FORM WILL BE RETURNED  
RETURN AND MAKE CHECK PAYABLE TO SECRETARY OF STATE**

P.O. BOX 1366, JEFFERSON CITY, MO 65102

Witness List

EXHIBIT #1

2 of 6

EXHIBIT

## **Midland lawyer in mob probe**

Jul 11 2004

By Jeanette Oldham, Sunday Mercury

A Midland lawyer is at the centre of a major police investigation into organised crime.

Detectives from the National Crime Squad are probing the activities of solicitor Gurmail Sidhu as part of a multi-agency inquiry which began last year.

The 49 year-old's financial affairs are being examined after his home and office were raided and documents and computers seized.

Last night, he said he had done nothing wrong and that the papers related to one of his clients.

Mr Sidhu, who lives with his wife and children in a luxury home in Westbourne Gardens, Edgbaston, ran Sidhu & Co in nearby Hagley Road from 1991 until last year.

He has also been director of a number of Birmingham companies including a management recruitment agency and a firm which provided out-of-hours GP services.

A multi-agency operation is currently probing any link to suspected laundering of the proceeds of crime and drug-trafficking.

Among those under scrutiny are gangsters in Birmingham and other parts of the UK and abroad.

It is understood that the probe centres on the movement of money suspected to have been earned from drug sales to people and companies all over the world.

A National Crime Squad spokesman confirmed that an investigation into organised crime and money-laundering was taking place but refused to discuss the details.

Mr Sidhu's office in Hagley Road, Edgbaston, and a home he was renting, were raided by National Crime Squad officers who had search warrants late last year. Officials took away computers and records relating to clients.

The Sunday Mercury has learned that detectives in Birmingham are currently trawling through paperwork connected to the case.

They are studying piles of documents seized from various properties in a bid to trace the movement of money all over the world.

Money laundering - helping a criminal to hide the proceeds of crime - attracts a maximum penalty of 14 years' jail, an unlimited fine or both. Lawyers are legally obliged to report money laundering to the police.

Mr Sidhu started as Sidhu Solicitors in 1991. He later set up Sidhu & Co, which employed a number of solicitors until late last year when it was dissolved.

He has also previously worked as a lawyer from offices in Henrietta Street in Hockley and in Coventry and Manchester.

The 49 year-old has also been involved in a number of Birmingham-based businesses.

Mr Sidhu is currently sole director of a firm called One Child Ltd, which is registered to 275 Hagley Road

in Edgbaston.

Yesterday, the lawyer told the Sunday Mercury that the company was set up to provide a safe internet chatroom for children, but is not currently trading.

Past secretaryships were with Birmingham companies Bluecross Healthcare - a training and recruitment firm - Cartier Hotels and Soho Road Health Plaza.

He was also a director of Birmingham firms Staff UK Ltd, Starbright Management Ltd and Citycentre Management Ltd, which are all now dissolved. When the Sunday Mercury spoke to Mr Sidhu he denied any wrongdoing. He confirmed that his home and offices had been raided but said paperwork taken away related to one of his clients.

"I have done nothing wrong," he said. "If any of my clients are criminals then I don't know about it."

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**SENTENCING RECOMMENDATION**

**UNITED STATES DISTRICT COURT  
FOR THE WESTERN DISTRICT OF MICHIGAN  
UNITED STATES V. JANET MAVIS MARCUSSE, DOCKET NO. 1:04:CR:165-01**

**TOTAL OFFENSE LEVEL:** 43  
**CRIMINAL HISTORY CATEGORY:** I

	<u>Statutory Provisions</u>	<u>Guideline Provisions</u>	<u>Recommended Sentence</u>
<b>CUSTODY:</b>	Cts. 1-39, 41, 43-57, 81 & 82, 20 years; Cts. 40 & 42, 5 years; Ct. 58, 10 years	13,920 months *	300 months; 240 months on Cts 1-39, 41, 43-57, 81 & 82, to be served concurrently; 60 months on Cts. 40 & 42, to be served concurrently to each other and consecutively to Cts. 1-39, 41, 43-57, 81 & 82; and 120 months on Ct. 58, to be served concurrently to all other counts. **
<b>PROBATION:</b>	Cts. 1-58, 81 & 82, 1 to 5 years	Not eligible	None
<b>SUPERVISED RELEASE:</b>	Cts. 1-58, 81 & 82, 3 years	2 to 3 years	3 years each count, to be served concurrently
<b>FINE:</b>	1-42 & 58, \$250,000; Cts. 43-57, 80 & 81, \$500,000, for a total of \$19,000,000	\$25,000 to \$8,500,000	None
<b>RESTITUTION:</b>	\$8,175,511.50	\$8,175,511.50	\$8,175,511.50
<b>SPECIAL ASSESSMENT:</b>	\$100 on each count, for a total of \$6,000	\$100 on each count, for a total of \$6,000	\$100 on each count, for a total of \$6,000

\* Based on a total offense level of 43 and a criminal history category of I, the guideline for imprisonment is life. Pursuant to U.S.S.G. § 5G1.2(d), the guideline sentence becomes 13,920 months.

\*\* Pursuant to U.S.S.G. § 3553

CERTIFICATE OF SERVICE

This is to certify that I have caused the service of a true and correct copy of the following:

PETITION FOR PANEL REHEARING

SUGGESTION FOR REHEARING EN BANC

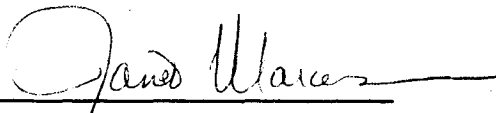
upon the following individuals at the following addresses, by placing same in a sealed envelope, bearing sufficient postage, for the delivery via First Class United States Mail Service to:

Leonard Green, Clerk of Court  
Sixth Circuit Court of Appeals  
100 East Fifth Street, Room 540  
Cincinnati, OH 45202

Bryant Crutcher, Case Manager  
Sixth Circuit Court of Appeals  
100 East Fifth Street, Room 540  
Cincinnati, OH 45202

Michael Schipper  
Ass't U.S. Attorney  
330 Ionia Ave., N.E., #501  
Grand Rapids, MI 49503

as sent on this 28th day of February, 2008.

  
Janet Marcusse

Litigation is deemed filed at the time it was delivered to prison authorities. See Houston v. Lack, 101 L. Ed. 2d 245 (1988).