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CLERK U S DISTRICT COURT DISTRICT OF ARIZONA	
BY _____	DEPUTY

1 Terry I. Major
 2 PO Box 2125
 3 Cottonwood, AZ 86326
 4 tmajor@greytechs.com
 5 928-634-7023

4 UNITED STATES DISTRICT COURT
 5 DISTRICT OF ARIZONA

6 United States of America,
 7 Plaintiff,
 8 vs.
 9 Janice Sue Taylor
 10 Defendant.


No. CR-10-0400-PHX-DGC

**REBUTTAL TO GOVERNMENT'S
 SENTENCING MEMORANDUM,
 DOCUMENT #299
 AND
 JUDICIAL NOTICE**

11 Comes now, Terry I. Major, a defense witness in this case, to present a
 12 rebuttal position to the Prosecution's document #299, titled "**GOVERNMENT'S**
 13 **SENTENCING MEMORANDUM**". The referenced document has
 14 mischaracterized this witness' position and the members of a group called "The
 15 Legal Research Society". This witness wishes to take this opportunity to set the
 16 record straight and requests that this honorable court take notice of this rebuttal.
 17

18 Please see the attached Exhibit, which was prepared in a letter format.

19 Respectfully submitted this 30th day of November, 2011.

20 
 21 Terry I. Major, Witness

22 **CERTIFICATE OF SERVICE:**

23 This document, with Exhibit, has been faxed to the Clerk of the Court and copies
 24 have been emailed to FRANK T. GALATI, Assistant U.S. Attorney,
 25 (frank.galati@usdoj.gov) and JAMES R. KNAPP, Assistant U.S. Attorney,
 (james.knapp2@usdoj.gov).

Response to Document # 299

Terry I. Major
P.O. Box 2023
Cottonwood, AZ 86326
928-634-7023
Email: tmajor@greytechs.com
November 30th, 2011

Regarding:

Case Number CR-10-0400-PHX-DGC
Document 299
Filed November 22, 2011

To:

Frank T. Galati
Assistance U.S. Attorney
Arizona State Bar No. 003404
frank.galati@usdoj.gov

James R. Knapp
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Two Renaissance Square
40 N. Central Ave., Suite 1200
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I recently received a copy of the above referenced document. I do not believe that I can allow the accusations and corresponding implications it contains to stand without rebuttal and comment. I, therefore, am writing this letter to provide information to you to assist you in properly viewing both my actions and those of the Legal Research Society.

In your memorandum it states that:

1. Sue Taylor “transferred the title for her home on Tate Road... from one sham entity controlled by her daughter, Desiree Saunders, to another sham entity controlled by one of her defense witnesses, Terry Major.” (Page 4, Lines 1-3)
2. “General deterrence is also a primary concern because Defendant did not act alone; she is part of a tax protestor community that will be paying close attention to her sentence. Members of her so-called Legal Research Society testified at trial, and the group’s website prominently displays Defendant’s hearing dates, docket entries, and pleadings.” (Page 4, Lines 14-19)

There is every reason to believe that Defendant’s sentence—even more so than the typical white collar fraud case—is going to become part of the calculus when other members of the tax protestor community weigh the financial benefits of tax avoidance, the likelihood of getting caught, and the consequences that can result if convicted. (Page 4, Line 24 – Page 5, Line 2)

3. Exhibit A (Attached to "GOVERNMENT'S SENTENCING MEMORANDUM")

These 3 references need explanation. Thus, I shall address each one of the above.

1. As to the Deed for the home on Tate Road:

- a. I, as trustee of the CG Mountain Sanctuary Trust, have no knowledge concerning any legal ownership or interest that Janice Sue Taylor has or has ever had to that property. Title Insurance has been issued on the property with the purchase and there is no mention of Janice Sue Taylor in those documents.
- b. The property was owned by MMM Land Trust and CG Mountain Sanctuary Trust was funded by its beneficiary with the required funds to enter into a purchase contract to buy the property.
- c. The identification of the MMM Land Trust as a "sham" trust is an easy statement to make, but what evidence have you provided to prove your claim? I have seen no evidence in support of such a claim! The Title Company researched the ownership and indicated no problem with the documentation for either of the Trusts.
- d. The identification of CG Mountain Sanctuary Trust as a "sham" trust is a false statement! I do not believe you can produce any evidence in support of such as position. As Trustee of the CG Mountain Sanctuary Trust I can testify that lawyers have evaluated the trust documents and have concluded that the trust is a well written document. This trust is NOT a "sham".
- e. It appears your PRESUMPTION that Janice Sue Taylor has any interest in said property is false. The CG Mountain Sanctuary Trust is a valid trust contract and holds proper title to the property.

2. Concerning the comments regarding the Legal Research Society:

- a. The Legal Research Society was founded over twenty five years ago. In years past, many of the members engaged in activities whereby they "argued" the tax laws with the Internal Revenue Service.
- b. John Wilde served as the past president of the Legal Research Society and he died in June of 2006. He used to discuss various problems with the enforcement of the "Income Tax" code and laws and assisted those who were having problems related to taxation. He often recommended that people with these problems petition tax court.
- c. J.C. Chisum was the Chaplain of the Legal Research Society for many years. Mr. Chisum was involved in the "Trust" business and assisted many people with configuration of their affairs into trusts and other entities. Mr. Chisum was

convicted of Tax Evasion, for a claim that one of his clients in Oklahoma owed a tax that was not paid, and spent four years in Federal Prison.

- d. The record will show that I followed the advice of Mr. Wilde and Mr. Chisum and also had gone to tax court in 2004. However, since the death of Mr. Wilde and Mr. Chisum's imprisonment, I was nominated to take over the Legal Research Society and *we no longer are involved in or with the arguments and methods of the past.*
- e. Since 2007 the Legal Research Society has been involved in assisting people with "Legal Research" who need help when dealing with various types of legal situations including traffic cases, foreclosure cases, private lawsuits, and the like. In addition, I, and a small group of "Students", have been working to resolve the numerous challenges and difficulties resulting from the removal of J.C. Chisum as Trustee for many trusts. We believe that our efforts to assist these people has had many positive results and has resulted in bringing questionable trust arrangements into compliance and these entities are filing annual returns.
- f. I have often suggested to the group that they should avoid any appearance of "Non-Compliance" with the tax regulations, regardless of some members' beliefs about the validity of the Income Tax, the "enforcement" problems, the fact that there is no law that makes most Americans liable for the tax, all of the so-called "Patriot Arguments", etc. There has never been a time since I began serving as chair of the Society that I have advocated otherwise to anyone.
- g. I have stated that the solution to the "Income Tax Problem" is political. Winning in the courts is really not possible. Anyone wanting to go to Tax Court or argue "frivolous" issues is wasting their time.
- h. We are not "Tax Protestors"! In fact, it is a violation of RRA 98 to label me or any member of our group as a "Tax Protestor". That label is inflammatory and is designed to gain an effect not based in fact.
- i. Sue Taylor acted entirely alone. I am aware that she studied and attended many different seminars and meetings to arrive at her beliefs, not merely those of the Legal Research Society. I may not agree with all of her conclusions, but I am proud of her for standing for what she believes.
- j. I don't believe that Sue Taylor's sentence will have the effect on members of the Legal Research Society that was indicated by Document #299. Many of the current members have not followed tax-related case issues and do not even know Sue Taylor.
- k. You reference "tax avoidance" as though it were a crime. Tax Evasion is a crime, not tax avoidance. It is perfectly legal and indeed an obligation of all of us to avoid paying taxes by properly arranging our affairs so that we pay the

minimum tax possible. If the Government needs to raise revenue, the Congress has all of the authority vested in it to adjust the revenue stream through legitimate taxation.

3. The website: <http://www.researchsociety.org/>
 - a. This is a place where I post information regarding court cases that members and/or those attending our meetings have expressed an interest in, upcoming events, meeting times and locations, other related and, in some cases, unrelated items of interest, etc.
 - b. I do not believe that you will find any commentary or position taken by me on the material presented, nor has there ever been a time when I have advocated a position pro or con. The website is for information purposes only.
 - c. The case documents are a matter of public record and those that wish to follow a case may find the information on our website available for study. If someone attending our meetings provides me with information about a case, I'll post available information for those that are interested, if I am able to locate the documents.
 - d. The website is really not well designed as I simply put things up as they are requested or as I find a case that I believe may be of interest to our members. The site neither offers nor propounds any agenda.
 - e. However, posting material to the website is my right. The site is free to view by anyone, including Internal Revenue Service Agents, United States Attorneys, even members of crime organizations, anyone... I have no control over who in the World visits the website.
 - f. I do not believe you can point to anything on the site that indicates my position on the John Stuart Murder trial, Sue Taylor's Tax Evasion trial, J.C. Chisum's trial or any other case so listed. So, why presume that we would have an opinion favorable to Sue Taylor or any other party involved in a particular case?

I hope this clarifies my position.

In addition, I want to state clearly that I testified on Sue's behalf at her trial not because I agree with her position in her case, but I testified because I know her and understand that she sincerely "believes" that she is not "a person made liable" and does not owe the tax that is claimed against her. I know that she "believes" that she committed no crime. I believe that finding her guilty when one of the elements of the offense is "willfulness" does not seem possible if one adheres to the law.

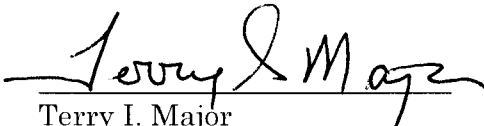
I will also state that I, personally, HAVE NOT read the documents filed in her case. I did not attend the trial, other than the time I spent on the witness stand. I did not hear the evidence presented. I cannot even provide an opinion as to guilt or innocence related to

material and evidence that I have not studied. I simply testified only as to my knowledge of Sue Taylor's beliefs as I know them to be.

The Legal Research Society is not a "formal" organization. There are people that attend for awhile and then do not come again for a long time. There are former members who used to attend, but may not attend now because the makeup of the group is changing and the subject matter no longer interests them. Whatever the reasons, we continue the meetings to maintain contact and continuity with friends and members that want a point of contact.

We will endeavor to assist those with legal research who have legal problems as those issues arise. We may be involved in helping someone with a "tax" case in the future, but our objective is not to instigate confrontations with the Internal Revenue Service or anyone. My objective is to minimize problems and stay away from the issues that can lead nowhere.

Sincerely,


Terry I. Major