



**U.S. Department of Justice
U.S. Attorney's Office
Western District of Texas**

Johnny Sutton, U.S. Attorney

FOR IMMEDIATE RELEASE

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SAN ANTONIO BUSINESSWOMAN SENTENCED TO FEDERAL PRISON IN TAX CASE

United States Attorney Johnny Sutton announced that Terrell Diamond, formerly of San Antonio, Texas, was sentenced to 41 months in federal prison and ordered to pay \$1,530,706.54 restitution to the Internal Revenue Service this morning for her role in a fraudulent tax scheme.

In addition to the prison term, United States District Judge Fred Biery ordered that Diamond be placed under supervised release for a period of three years after completing her prison term.

According to court records, Diamond, along with her now ex-husband and co-defendant, William Diamond, conspired to defraud the Internal Revenue Service in the assessment and collection of over \$1.5 million in employment taxes due and owing from November 1996 through June 2003. The employment taxes owed pertained to temporary employment agencies owned and operated by the defendants including Ameriforce and Primo Labor.

On April 24, 2008, Diamond pleaded guilty to one count of conspiracy to defraud the IRS. William pleaded guilty to the same charge on February 29, 2008. William Diamond, who faces up to five years in federal prison, is scheduled for sentencing at 8:30am on May 8, 2009, before Judge Biery.

This case was investigated by the Internal Revenue Service Criminal Investigation and prosecuted by Assistant United States Attorney William R. Harris.

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