

**IN THE UNITED STATES DISTRICT COURT
FOR THE NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION**

**SECURITIES AND EXCHANGE
COMMISSION,**

Plaintiff,

v.

**HOMELAND SAFETY
INTERNATIONAL, INC., et al.,**

Defendants.

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Civil Action No. 3:08-cv-01197-O

ORDER

Before the Court is the Securities and Exchange Commission’s (the “SEC”) Motion for an Order Establishing a Fair Fund, Appointing a Tax Administrator and Authorizing Payment of Tax Related Fees, Expenses and Obligations (ECF No. 101), filed January 7, 2020. Having considered the motion, the Court finds that it should be and is hereby **GRANTED**. It is hereby further **ORDERED** that:

1. A Fair Fund is established, pursuant to Section 308(a) of the Sarbanes-Oxley Act of 2002, as amended by the Dodd-Frank Act of 2010 [15 U.S.C. § 7246] for \$1,600,000 along with any accrued interest and earnings thereon (the “Fair Fund”).
2. Miller Kaplan is appointed Tax Administrator to execute all income-tax reporting requirements, including the preparation and filing of tax returns, for all funds under the Court’s jurisdiction in this case.
3. Miller Kaplan shall be designated the Tax Administrator of the Fair Fund, pursuant to Section 468B(g) of the Internal Revenue Code (IRC), 26 U.S.C. § 468B(g), and regulated regulations, and shall satisfy the administrative requirements imposed by

those regulations, including but not limited to: (a) obtaining a taxpayer identification number; (b) filing applicable federal, state, and local tax returns and paying taxes reported thereon out of the Fair Fund; and (c) satisfying any information, reporting, or withholding requirements imposed on distributions from the Fair Fund. Upon request, the Tax Administrator shall provide copies of any filings to the SEC's counsel of record.

4. The Tax Administrator shall, at such times as the Tax Administrator deems necessary to fulfill the tax obligations of the Fair Fund, submit a request to the SEC's counsel of record for payment from the Fair Fund of any tax obligations of the Fair Fund.
5. The Tax Administrator shall be entitled to charge reasonable fees for tax compliance services and related expenses in accordance with its agreement with the SEC for the Tax Years 2019 through 2021. The Tax Administrator shall, at such times as the Tax Administrator deems appropriate, submit a request to the SEC's counsel of record for payment of fees and expenses from the Fair Fund.
6. The SEC is authorized to approve and arrange payment of all tax obligations owed by the Fair Fund and the fees and expenses of the Tax Administrator directly from the Fair Fund without further approval of this Court. All payments for taxes, plus the fees and expenses of the Tax Administrator, shall be reported to the Court in a final accounting.

SO ORDERED on this **10th day** of **January, 2020**.


Reed O'Connor
UNITED STATES DISTRICT JUDGE