



U.S. Department of Justice

*United States Attorney's Office
Middle District of Pennsylvania*

*William J. Nealon Federal Building
Suite 311
235 N. Washington Avenue
P.O. Box 309
Scranton, PA 18503-0309
(570) 348-2800
FAX (570) 348-2037/348-2830*

*Ronald Reagan Federal Building
Suite 220
228 Walnut Street
P.O. Box 11754
Harrisburg, PA 17108-1754
(717) 221-4482
FAX (717) 221-4493/221-2246*

*Herman T. Schneebeli Federal Building
Suite 316
240 West Third Street
Williamsport, PA 17701-6465
(570) 326-1935
FAX (570) 326-7916*

Please respond to: Harrisburg

May 11, 2010

NEWS RELEASE

TWO INDIVIDUALS INDICTED FOR CONSPIRACY AND MAIL FRAUD

Dennis C. Pfannenschmidt, United States Attorney for the Middle District of Pennsylvania, announced the return of an indictment by a Grand Jury sitting in Scranton against two individuals who allegedly embezzled money from employee retirement accounts.

Craig Bachik, age 49, of Mechanicsburg, Pennsylvania, and Renee Regal, age 43, of Camp Hill, Pennsylvania, were charged with conspiracy to commit mail fraud and embezzlement from an employee benefits plan and mail fraud. The indictment alleges that beginning in July 2005, Bachik and Regal, as principals in Kairos Design Group, LLC, of Lemoyne, Pennsylvania, failed to remit employee contributions to their employees' Simple IRAs and used the contributions for other purposes.

If convicted, each could be imprisoned for up to 25 years and fined \$500,000.

This case was investigated by the United States Department of Labor-Office of the Inspector General and Employee Benefits Security Administration. Prosecution has been assigned to Assistant United States Attorney Christian A. Fisanick, Chief of the Criminal Division.

An Indictment or Information is not evidence of guilt but simply a description of the charge made by the Grand Jury and/or United States Attorney against a defendant. A charged defendant is presumed innocent until a jury returns a unanimous finding that the United States has proven the defendant's guilt beyond a reasonable doubt or until the defendant has pleaded guilty to the charges.

