

Backpage co-founders, executives indicted on prostitution charges

April 10 2018



Backpage.com was shut down by the US authorities and two co-founders and top executives indicted for enabling prostitution and money laundering

Two co-founders of Backpage and top executives of the classified

advertising website have been indicted on charges of enabling prostitution and money laundering.

Backpage was abruptly shut down by the US authorities on Friday and the indictments, by a [federal grand jury](#) in the southwestern state of Arizona, were unsealed on Monday.

"For far too long, Backpage.com existed as the dominant marketplace for illicit commercial sex, a place where sex traffickers frequently advertised children and adults alike," Attorney General Jeff Sessions said in a statement.

"But this illegality stops right now," Sessions said. "It can no longer be used by criminals to promote and facilitate human trafficking."

Among those indicted were Michael Lacey, 69, and James Larkin, 68, who launched the site in 2004 along with another individual identified in the indictment only by the initials "C.F."

Although the pair sold their interests in Backpage in 2015, the indictment said they had since "retained significant control over the [website](#)," receiving tens of millions of dollars.

Also indicted were Backpage executive vice president Scott Spear, 67, chief financial officer John Brunst, 66, sales and marketing director Daniel Hyer, 49, operations manager Andrew Padilla, 45, and assistant operations manager Jaala Joye Vaught, 37.

The seven are residents of Arizona and Texas.

The 93-count indictment included charges of conspiracy to facilitate prostitution, conspiracy to commit [money laundering](#) and concealment of money laundering.

"This website will no longer serve as a platform for human traffickers to thrive," FBI Director Christopher Wray said. "Whether on the street or on the internet, sex trafficking will not be tolerated."

Backpage has been accused of being the biggest website for prostitution in the world, with its classifieds used to promote paid-for sex with minors and victims of [human trafficking](#).

The US Congress passed a bill last month that allows victims of [sex trafficking](#) to seek justice against website owners who knowingly promote or facilitate the practice.

Supporters hailed the passage of the Stop Enabling Sex Traffickers Act (SESTA) as a major victory.

But the measure is not without its critics—some say it would undermine a basic underpinning of the internet which enables websites to host information from third parties without liability.

© 2018 AFP

Citation: Backpage co-founders, executives indicted on prostitution charges (2018, April 10) retrieved 12 May 2024 from <https://phys.org/news/2018-04-backpage-co-founders-indicted-prostitution.html>

<p>This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.</p>
--