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8 UNITED STATES DISTRICT COURT
9 FOR THE CENTRAL DISTRICT OF CALIFORNIA
10 WESTERN DIVISION

11
12 UNITED STATES OF AMERICA,) No. CV 11-01458-R
)
13 Plaintiff,) FINAL JUDGMENT OF LIMITED
) INJUNCTION AGAINST MARTHA A.
14 v.) VELARDE, dba MAV SERVICE
)
15)
16 MARTHA A. VELARDE, dba MAV)
SERVICE,)
17 Defendant.)
)
18)
19)

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21 Pursuant to the Stipulation for entry of Final Judgment of
22 Limited Injunction filed concurrently herewith,
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1 IT IS HEREBY ORDERED, ADJUDGED AND DECREED:

2 1. The Court has jurisdiction over this matter pursuant to
3 28 U.S.C. §§ 1340 and 1345 and 26 U.S.C. §§ 7402(a) and 7407(a).

4 2. Defendant Martha A. Velarde, dba MAV Service, without
5 admitting any of the allegations of the complaint except as to
6 jurisdiction, has voluntarily consented to the entry of this
7 Final Judgment of Limited Injunction and agrees to be bound by
8 its terms.

9 3. Pursuant to 26 U.S.C. §§ 7402 and 7407, Defendant
10 individually and through any other name or entity, her
11 representatives, agents, servants, employees, attorneys, and
12 anyone in active or participation with her, is enjoined from
13 directly or indirectly,

14 A. Engaging in any activity subject to penalty under
15 26 U.S.C. §§ 6701, *i.e.*, aiding, assisting in,
16 procuring, or advising with respect to the
17 preparation of any portion of a return, affidavit,
18 claim or other document, when Velarde knows or has
19 reason to believe that portion will be used in
20 connection with a material matter arising under
21 the federal tax law, and Velarde knows that the
22 relevant portion will result in the material
23 understatement of the liability for the tax of
24 another person;

25 B. Engaging in activity subject to penalty under 26
26 U.S.C. § 6694, *i.e.*, preparing federal income tax
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returns that improperly understate customers' tax liabilities;

C. Engaging in activity subject to penalty under 26 U.S.C. § 6695, including § 6695(g), which penalizes claiming an Earned Income Tax Credit without complying with the due diligence requirements imposed by Treasury regulations;

D. Engaging in other conduct that substantially interferes with the proper administration and enforcement of the internal revenue laws.

4. Within ninety (90) days of entry of this judgment of limited injunction, defendant shall take and complete a free, online course on the due diligence requirements. The link to such course is <http://www.eitc.irs.gov/rptoolkit/ddmodule/>.

5. The United States shall be entitled to conduct limited discovery to ensure Defendant's compliance with the terms of this limited injunction.

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