IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

UNITED STATES OF AMERICA,)
Plaintiff,)
) Case No. 06-cv-7157
ν.)) Judge Kendall
NEAL A. REDDY;)
ROYANNE REDDY,)
individually or d/b/a,)
ROYANNE'S TAX SERVICES; and)
ROYANNE & COMPANY, INC.)
)
Defendants.)

AGREED FINAL JUDGMENT OF PERMANENT INJUNCTION BETWEEN UNITED STATES AND NEAL REDDY, ROYANNE REDDY, and ROYANNE & COMPANY, INC.

Plaintiff, United States of America, has filed a Complaint for Permanent Injunction and Other Relief in this matter against Defendants Neal Reddy, Royanne Reddy, and Royanne & Company, Inc.

Neal Reddy, Royanne Reddy, and Royanne & Company, Inc., without admitting or denying the allegations in the Complaint, consent to entry of this Final Judgment of Permanent Injunction without further notice. The Defendants waive the entry of findings of fact and conclusions of law and waive any right they may have to appeal from the Final Judgment of Permanent Injunction.

NOW, THEREFORE, it is accordingly ORDERED, ADJUDGED AND DECREED that:

The Court has jurisdiction over this action pursuant to §§ 1340 and 1345 of Title 1.

28 of the United States Code and 26 U.S.C. (I.R.C. or the "Code") §§ 7402, 7407 and 7408.

- 2. The Court finds that the Defendants have neither admitted nor denied the United States' allegations that they have engaged in conduct that is subject to penalty under §§ 6694 and 6701 of the Code and that interferes with the enforcement of the internal revenue laws.
- The Court finds that the Defendants have consented to the entry of judgment for injunctive relief pursuant to Code §§ 7402, 7407 and 7408 to prevent them from:
 (1) acting as a federal income tax return preparer (as defined in Code § 7701(a)(36)); (2) engaging in conduct subject to penalty under Code §§ 6694 or 6701; and (3) engaging in conduct that substantially interferes with the administration and enforcement of the internal revenue laws.
- 4. It is further ORDERED, ADJUDGED and DECREED that Neal Reddy, Royanne Reddy, and Royanne & Company, Inc., individually and doing business as or through any other entity, and anyone acting in concert with them, are permanently enjoined from, directly or indirectly, by the use of any means or instrumentalities:
 - (a) Preparing or filing, or assisting in the preparation or filing of federal income tax returns for any other person or entity;
 - (b) Engaging in activity subject to penalty under Code §§ 6694, 6695, or
 6701;
 - (c) Engaging in other similar conduct that interferes with the administration or enforcement of the internal revenue laws.

- It is further ORDERED, ADJUDGED and DECREED that Neal Reddy, Royanne Reddy, and Royanne & Company, Inc., will not appear or represent others in front of the Internal Revenue Service;
- 6. It is further ORDERED, ADJUDGED and DECREED that the Court's Order for a Preliminary Injunction dated May 11, 2007, will remain in effect as permanent with regard to the Defendants. The Defendants shall keep a posted copy of this Order, the Preliminary Injunction and the Memorandum Order and Opinion at the entrance of Royanne's Tax Service or Royanne's Tax Services at 340 Main Street, Marseilles, IL 61341 and 1310 Illinois Hwy 26, Princeton, IL 61356, in plain view of anyone entering the premises. Defendants shall keep posted a copy of this Order and the Preliminary Injunction and Memorandum Opinion and Order on the website of Royanne's Tax Services located at <u>http://www.royannel.com.</u>
- It is further ORDERED, ADJUDGED and DECREED that the United States is permitted to engage in post-judgment discovery to ensure compliance with this Order.
- 8. It is further ORDERED, ADJUDGED and DECREED that this Court shall retain jurisdiction over this action for the purpose of implementing and enforcing this Final Judgment of Permanent Injunction.

SO ORDERED this 15 day of ___ ber. 2007. ß Intel States District Judge

Consented to and submitted by:

PATRICK FITZGERALD United States Attorney

- Date: <u>10/5/2007</u> /s/ John Monroe JOHN R. MONROE IA Bar No: 0008881 Trial Attorney, Tax Division U.S. Department of Justice Post Office Box 7238 Washington, D.C. 20044 Telephone: (202) 307-0638 ATTORNEYS FOR PLAINTIFF
- /s/ Steven Blanc Date: 10/1/2007 STEVEN D. BLANC Steven D. Blanc, Ltd. 825 Green Bay Road #250 Wilmette, IL 60091 Telephone: (847) 853-4304 ATTORNEY FOR DEFENDANTS
- Date: <u>9/27/2007</u> /s/ Neal A. Reddy NEAL A. REDDY
- Date: <u>9/27/2007</u> /s/ Royanne Reddy ROYANNE REDDY
- Date: <u>9/27/2007</u> /s/ Royanne Reddy, Pres. ROYANNE REDDY for ROYANNE & COMPANY, INC.