

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF MICHIGAN
SOUTHERN DIVISION

UNITED STATES OF AMERICA,

Plaintiff,

-vs.-

Case no. 2:11-cv-14108-PDB-LJM

DAMIAN JACKSON, HOLLY
JACKSON, TAMMY DANIELS, and
DIAMOND & ASSOCIATES
ENTERPRISES, LLC, individually
and doing business as DIAMOND
TAX SERVICES,

Defendants.

**ORDER OF PERMANENT INJUNCTION AGAINST
DAMIAN JACKSON AND HOLLY JACKSON**

Now before the Court is the Plaintiff's Motion to Approve and Enter the Stipulated Permanent Injunction against Damian Jackson and Holly Jackson stipulated to on August 3, 2012 (docket no. 29). Accordingly, judgment is hereby entered in favor of the Plaintiff, United States of America, and against Defendants Damian Jackson and Holly Jackson. This judgment of permanent injunction resolves only this civil injunction action against Damian Jackson and Holly Jackson, and neither precludes the government from pursuing any other current or future civil or criminal matters or proceedings, nor precludes Damian Jackson and Holly Jackson from contesting their liability or guilt in any other matter or proceeding. This judgment of permanent injunction does not preclude the Internal Revenue Service from assessing penalties against Damian Jackson and Holly Jackson for asserted violations of the Internal Revenue Code, nor does it preclude Damian Jackson and Holly Jackson from contesting such penalties.

Pursuant to the terms of the stipulated permanent injunction,

IT IS HEREBY ORDERED that Damian Jackson and Holly Jackson, and those persons in active concert or participation with them, are enjoined pursuant to Internal Revenue Code (I.R.C.) (26 U.S.C.) §§ 7402, 7407, and 7408, effective from entry of this Order, from directly or indirectly:

- (1) Acting as federal tax return preparers, or assisting in, directing, or advising others with the preparation or filing of federal tax returns, amended returns, or other related documents or forms for any person or entity other than themselves, or appearing as representatives on behalf of any person or organization before the Internal Revenue Service;
- (2) Engaging in activity subject to penalty under 26 U.S.C. § 6694;
- (3) Engaging in conduct subject to penalty under 26 U.S.C. § 6700, including organizing or selling a plan or arrangement and making or furnishing a statement regarding the excludability of income or securing any other tax benefit that they know or have reason to know is false or fraudulent as to any material matter;
- (4) Engaging in conduct subject to penalty under 26 U.S.C. § 6701, including preparing and filing or advising with respect to tax returns and other documents that understate the tax liabilities of others;
- (5) Engaging in any other activity subject to penalty under the Internal Revenue Code;
- (6) Engaging in conduct that substantially interferes with the proper administration and enforcement of the internal revenue laws.

IT IS FURTHER ORDERED that Damian Jackson and Holly Jackson are enjoined pursuant to 26 U.S.C. § 7402 from preparing their own federal income tax returns that claim fabricated income-tax withholding and refunds based on the “redemption” theory and amounts shown in Forms 1099-OID issued to their creditors.

IT IS FURTHER ORDERED that Damian Jackson and Holly Jackson are enjoined pursuant to 26 U.S.C. § 7402 from filing, providing forms for, or otherwise aiding and abetting

the filing of frivolous Forms 1040, Forms 1040X, Forms 1099 or other IRS forms for themselves or others.

IT IS FURTHER ORDERED that Damian Jackson and Holly Jackson shall contact by mail or email all persons for whom they have prepared and/or filed federal tax returns since 2008, and all persons who have purchased any products, services or advice associated with the tax scheme described in the complaint, and provide to those persons a copy of this Order of Permanent Injunction Against Damian Jackson and Holly Jackson. Damian Jackson and Holly Jackson must mail or email the copies within 15 days of the date of this Order and must, within 5 days thereafter, file with the Court a sworn certificate stating that they have complied with this requirement. The mailings shall include a cover letter in a form either agreed to by counsel for the United States or approved by the Court, and shall not include any other documents or enclosures.

IT IS FURTHER ORDERED that Damian Jackson and Holly Jackson shall, within 15 days of the date of this Order, provide to the United States a list of all persons for whom they have prepared and/or filed federal tax returns since 2008 and a list of all persons who have purchased any products, services or advice associated with the tax scheme described in the complaint from them since 2008.

IT IS FURTHER ORDERED that the United States shall be permitted to engage in post-judgment discovery to ensure compliance with the terms of this Order of Permanent Injunction Against Damian Jackson and Holly Jackson.

IT IS FURTHER ORDERED that the Court shall retain jurisdiction over Damian Jackson and Holly Jackson and over this action to implement and enforce this Order of Permanent Injunction Against Damian Jackson and Holly Jackson.

IT IS SO ORDERED.

Dated: 8-9, 2012

A handwritten signature in blue ink, appearing to read "Paul D. Borman", written over a horizontal line.

PAUL D. BORMAN
UNITED STATES DISTRICT JUDGE