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**UNITED STATES DISTRICT COURT
DISTRICT OF ARIZONA**

UNITED STATES OF AMERICA)
)
) Plaintiff,
) v.) No. CV10-8193-PCT DGC
SHELIA YOUNG, et al;)
)
) Defendants.)

**STIPULATED ORDER OF PERMANENT INJUNCTION
AGAINST SHELIA YOUNG**

The United States has filed a complaint for permanent injunction under Internal Revenue Code (I.R.C.) §§ 7402(a), 7407, and 7408(a) against Shelia Young and others. Shelia Young, without admitting the allegations contained in the complaint, hereby consents to the entry, without further notice, of this Stipulated Order of Permanent Injunction.

Shelia Young enters into this Stipulated Order of Permanent Injunction voluntarily and waives the entry of findings of fact and conclusions of law. Shelia Young also waives any right she may have to appeal from this Stipulated Order of Permanent Injunction. Shelia Young further understands and agrees that the Court will retain jurisdiction over this matter for the purpose of implementing and enforcing this order, and Shelia Young understands that if she violates the order, she may be subject to civil and criminal sanctions for contempt of court.

The parties agree that entry of this Stipulated Order of Permanent Injunction resolves only this civil injunction action, and neither precludes the government from

1 pursuing any other current or future civil or criminal matters or proceedings, nor
2 precludes the defendant from contesting her liability in any matter or proceeding.

3 **1. IT IS HEREBY ORDERED** that Shelia Young and her representatives,
4 agents, servants, employees and anyone in active concert or participation with her, are
5 **PERMANENTLY ENJOINED**, pursuant to I.R.C. §§ 7402, 7407, and 7408, effective
6 from entry of this Order from directly or indirectly:

- 7 (1) Preparing or filing, or assisting in, or directing the preparation or filing of
8 any federal tax return or amended return or other related documents or
9 forms for any other person or entity;
- 10 (2) Organizing or selling plans or arrangements that advise or assist taxpayers
11 to attempt to evade the assessment or collection of such taxpayers' correct
12 federal tax;
- 13 (3) Engaging in any other activity subject to penalty under I.R.C. § 6700,
14 including organizing or selling a plan or arrangement and making a
15 statement regarding the excludability of income or securing of any other tax
16 benefit by participating in the plan that she knows or has reason to know is
17 false or fraudulent as to any material matter;
- 18 (4) Engaging in any activity subject to penalty under I.R.C. §§ 6694, 6695, or
19 6701;
- 20 (5) Directly or indirectly organizing, promoting, marketing, or selling any plan
21 or arrangement that advises or encourages taxpayers to attempt to violate
22 internal revenue laws or unlawfully evade the assessment or collection of
23 their federal tax liabilities, including promoting, selling, or assisting with
24 respect to a scheme in which taxpayers overstate federal income tax
25 withholding and misuse IRS Forms 1040 and 1099 or other IRS forms
26 under claims that:

- i. Taxpayers have an account with the Treasury Department which they can use to pay their debts and tax liabilities or which they can draw on for refunds through a process that is often called “redemption” or “commercial redemption.”
- ii. Taxpayers can name the U.S. Treasury Secretary as their fiduciary or can draw on the U.S. Treasury to pay their debt or tax liabilities using IRS Forms 1099, bonded promissory notes, sight drafts or other documents;
- iii. Taxpayers can issue IRS Forms 1099-OID to a creditor and report the amount on the form as federal income tax withheld on their behalf;
- iv. Taxpayers can issue other IRS forms that overstate income withholding or purport to appoint U.S. government officials as their fiduciaries;
- v. Taxpayers can use the Uniform Commercial Code (UCC) or other methods to “accept for value” a document dealing with a debt, and that stamping a document with “accept for value” or similar wording will somehow satisfy that debt, including tax debt;
- vi. Taxpayers may file false IRS Forms 4852 to reduce or eliminate income; or,
- vii. Taxpayers may report bogus itemized deductions under I.R.C. §§ 165(g) and 1001, claiming they are entitled to such deductions because he or she received worthless securities and, thus, never received money for income, or based on the theory that labor is property.

(7) Engaging in any other activity subject to penalty under the Internal Revenue Code; and

(8) Engaging in other conduct that substantially interferes with the proper

administration and enforcement of the internal revenue laws.

2. **IT IS HEREBY ORDERED** that the United States may engage in full post-judgment discovery to monitor compliance with the injunction.

3. **IT IS HEREBY ORDERED** that this Court retains jurisdiction over this action for purposes of implementing and enforcing the final judgment and any additional orders necessary and appropriate to the public interest.

Respectfully submitted,

JOHN S. LEONARDO
United States Attorney

By: /s/ Sean Beaty
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SHELIA YOUNG
Defendant


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Attorney for Shelia Young

SO ORDERED:

David G. Campbell
United States District Judge

Dated:

1 administration and enforcement of the internal revenue laws.

2 2. **IT IS HEREBY ORDERED** that the United States may engage in full post-judgment
3 discovery to monitor compliance with the injunction.

4 3. **IT IS HEREBY ORDERED** that this Court retains jurisdiction over this action for
5 purposes of implementing and enforcing the final judgment and any additional orders necessary
6 and appropriate to the public interest.

7
8 Respectfully submitted,

9
10 JOHN S. LEONARDO
United States Attorney

11 _____
SHELIA YOUNG
Defendant

12 By: /s/ Sean Beaty
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18 *Attorney for Shelia Young*

19 **SO ORDERED:**

20 DATED this 4th day of September, 2013.

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23 _____
24 David G. Campbell
United States District Judge
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