

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

UNITED STATES OF AMERICA,)	
)	Case No. 1:18-cv-1432
Plaintiff,)	Judge Manish S. Shah
)	Magistrate Judge Daniel G. Martin
v.)	
)	
PEDRO MORADO, JR., individually and)	
d/b/a Morado Tax Services; and)	
ANN MORADO a/k/a Ana Morado,)	
individually and d/b/a Morado Tax Services,)	
)	
Defendants.)	
_____)	

**ORDER OF PERMANENT INJUNCTION AGAINST
PEDRO MORADO, JR., AND ANN MORADO**

The United States and defendants Pedro Morado, Jr., and Ann Morado (also known as Ana Morado), individually and doing business as Morado Tax Services, have stipulated to the entry of a permanent injunction order with the terms set forth below. After due consideration of the record and the stipulation of the parties waiving the entry of findings of fact and conclusions of law under Rules 52 and 65 of the Federal Rules of Civil Procedure, the Court finds that a permanent injunction is necessary or appropriate pursuant to 26 U.S.C. §§ 7402(a), 7407, and 7408. Accordingly, it is hereby ORDERED that:

1. Pursuant to 26 U.S.C. §§ 7402, 7407, and 7408, and until further order of the Court, Pedro Morado, Jr., Ann Morado, and their officers, agents, servants, employees, and attorneys, and anyone in active concert or participation with them, are enjoined, individually and through any entity, from, directly or indirectly,:

- i. Preparing or assisting in the preparation or filing of federal tax returns, amended returns, and other federal tax documents and forms for anyone other than themselves;

- ii. Advising, counseling, or instructing anyone about the preparation of a federal tax return or other federal tax documents or forms;
- iii. Owning, managing, controlling, working for, or volunteering for any person or entity that is in the business of preparing or filing federal tax returns or other federal tax documents or forms for others or representing persons before the IRS;
- iv. Maintaining, assigning, holding, using, or obtaining a Preparer Tax Identification Number (PTIN) or an Electronic Filing Identification Number (EFIN);
- v. Representing any person or entity other than themselves in connection with any matter before the IRS;
- vi. Referring any person, for compensation or otherwise, to a particular tax-return preparation business;
- vii. Advertising any tax return preparation services through any medium, including in print, online, or via social media;
- viii. Employing, managing or supervising any other person in the preparation or filing of federal tax returns, amended returns, and any other federal tax documents and forms or in representing persons before the IRS; and
- ix. Engaging in any conduct that substantially interferes with the administration and enforcement of the internal revenue laws.

2. Pedro Morado, Jr., and Ann Morado shall produce to counsel for the United States, within thirty days of the Court's Order of Permanent Injunction, a list that identifies by name, social security number, last known address, email address (if known), telephone number and tax period(s) all persons for whom Pedro Morado, Jr., and Ann Morado and/or their employees prepared federal tax returns for tax years beginning in 2013 and continuing through this litigation.

3. Pedro Morado, Jr., and Ann Morado shall contact, within thirty days of the Court's Order of Permanent Injunction (1) by email, if an email address is known, or (2) by U.S. Mail to their last known address if no email address is known or an email to their last known

email address is returned as undeliverable, all persons for whom Pedro Morado, Jr., Ann Morado, and/or their employees prepared federal tax returns or claims for a refund for tax years beginning in 2013 and continuing through this litigation to inform them of the Order of Permanent Injunction entered against them, including sending a copy of the Order of Permanent Injunction but not enclosing any other documents or enclosures unless agreed to by the Department of Justice or approved by the Court.

4. Pedro Morado, Jr., and Ann Morado shall provide a copy of the Court's order to all of their principals, officers, managers, employees, and independent contractors within 30 days of the Court's Order of Permanent Injunction.

5. Within 45 days of the Court's Order of Permanent Injunction, Pedro Morado, Jr., and Ann Morado shall file with the Court and provide to counsel for the United States an affidavit stating, under penalty of perjury, that they have fully complied with this Order, including a statement that they have delivered a copy of this Order to all customers whom they identified to the United States in paragraph (2) of this Order by email or U.S. Mail to the customer's last known address.

6. Pedro Morado, Jr., and Ann Morado shall retain complete copies of all returns prepared, and any documents used to prepare such returns, for a period of three years after the close of the return period, as required by the Internal Revenue Code and its associated regulations. After the three-year period has elapsed, Pedro Morado, Jr., and Ann Morado shall dispose of the records in conformity with their business's general record retention policy and the provisions of the Internal Revenue Code and its accompanying regulations.

7. The Court shall retain jurisdiction to enforce the Court's Order of Permanent Injunction, and the United States is permitted to engage in post-judgment discovery in

accordance with the Federal Rules of Civil Procedure to ensure compliance with the Court's Order of Permanent Injunction.

IT IS SO ORDERED.

Date: May 18, 2018

A handwritten signature in black ink, appearing to read "Manish S. Shah", written over a horizontal line.

Manish S. Shah
U.S. District Court Judge