

**UNITED STATES DISTRICT COURT
DISTRICT OF NEW JERSEY**

UNITED STATES OF AMERICA	:	Hon.
	:	
v.	:	Crim. No. 25-
	:	
FRANCIS ESPOSITO	:	26 U.S.C. § 7206(1)

INFORMATION

The defendant having waived in open court prosecution by Indictment, the Acting United States Attorney for the District of New Jersey charges:

BACKGROUND

1. At all times relevant to this Information:
 - a. Defendant FRANCIS T. ESPOSITO (“ESPOSITO”) was a resident of Monmouth County, New Jersey.
 - b. The Internal Revenue Service (“IRS”) was an agency of the United States Department of the Treasury. The IRS was responsible for administering and enforcing the tax laws of the United States and collecting the taxes that were due and owing to the Treasury of the United States by its citizens and residents.
 - c. The Internal Revenue Code and associated statutes and regulations required every citizen and resident of the United States who received income in excess of the minimum filing amount established by law for a particular tax year to make and file annually a U.S. Individual Income Tax Return, Form 1040 (“Form 1040”), reporting, among other things, income, deductions, and tax due and owing.

d. ESPOSITO was the sole or majority shareholder of several businesses throughout New Jersey (the “Esposito Entities”). Because each of the Esposito Entities was structured as either an S Corporation or a Partnership, ESPOSITO’s income from the Esposito Entities had to be reported on ESPOSITO’s Form 1040.

e. ESPOSITO was also a majority owner of several New Jersey based management companies, each of which was set up as a partnership and therefore was required to file an IRS Form 1065 U.S. Partnership Income Tax Return (“Form 1065”). Income received by each business would flow through to the individual partner’s Form 1040.

f. For tax years 2015 through 2018, ESPOSITO derived certain income through the Esposito Entities and his management companies that he did not cause to be reported on his Form 1040.

g. In 2015, ESPOSITO received approximately \$598,929 in unreported income, which resulted in a tax loss of approximately \$244,291.

h. In 2016, ESPOSITO received approximately \$746,885 in unreported income, which resulted in a tax loss of approximately \$304,640.

i. In 2017, ESPOSITO received approximately \$940,978 in unreported income, which resulted in a tax loss of approximately \$383,806.

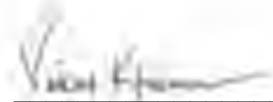
j. In 2018, ESPOSITO received approximately \$719,271 in unreported income, which resulted in a tax loss of approximately \$216,635.

2. On or about October 19, 2019, in the District of New Jersey, the defendant,

FRANCIS T. ESPOSITO,

did willfully make and subscribe a U.S. Individual Income Tax Return, Form 1040, which was verified by a written declaration that it was made under the penalties of perjury and which ESPOSITO did not believe to be true and correct as to every material matter.

In violation of Title 26, United States Code, Section 7206(1).



VIKAS KHANNA
Acting United States Attorney