

MHN

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

UNITED STATES OF AMERICA,)	
)	
Plaintiff,)	
)	
v.)	Case No. 1:07-cv-01802
)	
)	
SMART TAX, INC.,)	
d/b/a Jackson Hewitt Tax Service, et al.)	
)	
Defendants.)	

**STIPULATED CONSENT INJUNCTION
AS TO DEFENDANT ANGELA STEPHENS**

Plaintiff United States of America and defendant Angela Stephens ("defendant") stipulate as follows:

1. Defendant waives the entry of findings of fact and conclusions of law.
2. Defendant understands that this stipulated consent injunction constitutes the final judgment in this matter as to her, and waives any and all right to appeal from this judgment.
3. Defendant consents to the entry of this stipulated consent injunction without further notice and agrees to be bound by its terms. Defendant understands and agrees that the Court will retain jurisdiction over this matter for the purpose of implementing and enforcing this injunction.

Accordingly, in light of the foregoing, the Court hereby FINDS, ORDERS, and DECREES:

1. The Court has jurisdiction over this matter pursuant to 28 U.S.C. §§ 1340; 1345 and 26 U.S.C. §§ 7402(a), 7407, and 7408;
2. The defendant has consented to the entry of this injunction and agrees to be bound by its terms;

3. Pursuant to 26 U.S.C. §§ 7402(a) and 7407, defendant Angela Stephens is permanently enjoined from acting as a federal income tax return preparer or otherwise preparing or filing federal income tax returns for others, except for the persons set forth in paragraph 4 below;

4. Defendant Stephens may prepare federal income tax returns for Henry Armstead, Ben Flemming, Bertha Flemming, Christopher Flemming, Louis Stephens, Michelle Stephens, Rodney Sledge, Hellowee Wesley, and Lynette Wesley. Defendant Stephens agrees not to accept any compensation for preparing federal income tax returns for these individuals.

5. Defendant Stephens further agrees to be permanently enjoined from the following activities, pursuant to 26 U.S.C. §§ 7402(a) and 7407, if she prepares federal income tax returns for the persons set forth in paragraph 4 above:

- (1) preparing or assisting in the preparation or filing of tax returns for others that she knows will result in the understatement of any tax liability;
- (2) understating customers' tax liabilities as subject to penalty under Internal Revenue Code ("IRC") § 6694;
- (3) knowingly and intentionally instructing or advising taxpayers to understate their federal tax liabilities;
- (4) engaging in any other activity subject to penalty under IRC § 6694;
- (5) engaging in any activity subject to penalty under IRC § 6695, including failing to act with due diligence when claiming the Earned Income Tax Credit on returns; and

(6) engaging in any other conduct that substantially interferes with the proper administration and enforcement of the internal revenue laws.

6. The Court shall retain jurisdiction over this matter and defendant for the purpose of enforcing this injunction.

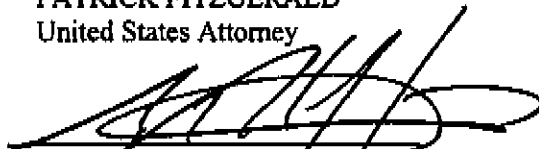
7. The United States is granted the right to conduct discovery for the purpose of monitoring defendant's compliance with this injunction.

Consented and Agreed to:

PATRICK FITZGERALD
United States Attorney



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Angela Stephens
Defendant

SO ORDERED, this 23rd day of January, 2008



BLANCHE M. MANNING
UNITED STATES DISTRICT JUDGE