UNITED STATES DISTRICT COURT
MIDDLE DISTRICT OF TENNESSEE
NASHVILLE DIVISION

FEDERAL TRADE COMMISSION,

Plaintiff,

v.

ACRO SERVICES LLC, *et al*.,

Defendants.

Case No. 3:22-cv-00895-EJR-JSF

DEFAULT FINAL ORDER FOR PERMANENT INJUNCTION AND MONETARY JUDGMENT AS TO DEFENDANTS ACRO SERVICES LLC, AMERICAN CONSUMER RIGHTS ORGANIZATION, FIRST CALL PROCESSING LLC, MUSIC CITY VENTURES, INC., NASHVILLE TENNESSEE VENTURES, INC., RELIANCE SOLUTIONS, LLC, LLC, AND CONSUMER PROTECTION RESOURCES, LLC

Plaintiff, the Federal Trade Commission (, filed its Complaint for Permanent Injunction, Monetary Relief, and Other Relief . On Noven

Court entered an *ex parte*

equitable relief against Defendants, which was extended

On December 13, 2022, the Court entered a Stipulated P

2023, the Commission filed a Motion for Default Judgm

LLC, American Consumer Rights Organization, First Ca

Ventures, Inc., Nashville Tennessee Ventures, Inc., Reli

$ V V R F L D W H G /// & D Q G & R Q V X P H U 3 U R W H F W L R Q 5 H V R X U F H V ' H I H Q G D Q W V ¶ Having considered that motion and the entire record in this matter, the &RPPLVVLRQ¶V UHTXHVW IRU D Entity Defendants LQMXQFWLRQ D hereby GRANTED. 7KH PRWLRQ DW 'RF *5$17(' LV WKHUHIRUH

THEREFORE, IT IS ORDERED as follows:

FINDINGS

1. This Court has jurisdiction over the subject matter of this case and personal jurisdiction over the Entity Defendants.

2. Venue is proper as to all parties in this district.

3. The Complaint states a claim upon which relief may be granted pursuant to Sections 13(b) and 19 of the FTC Act, 15 U.S.C. §§ 53(b) and 57b, and Section 6(b) of the Telemarketing Act, 15 U.S.C. § 6105(b).

4. 7KH (QWLW\ 'HIHQGDQWV¶ Corporate Veil Has Not Affected DOOHJH commerce, as defined in Section 4 of the FTC Act, 15 U.S.C. § 44.

5. The FTC properly served each of the Entity Defendants with the Complaint and summons. See ECF Nos. 30, 34-39, 59.

6. The Entity Defendants failed to answer or otherwise respond to the Complaint.

7. On May 1, 2023, the Clerk of Court entered the default of Music City Ventures,

9.

15. As alleged in Count III of the Complaint, the Entity Defendants violated the TSR by making numerous misrepresentations in connection with the telemarketing of debt relief services, including that: (a) the Entity Defendants will eliminate or substantially reduce F R Q V X P H U V ¶ F U H G L W F D U G G H E W V D I W H U W R P R Q W K V F K D U J H W R F R Q V X P H U V ¶ F U H G L W F D U G V L V S D U W R I W K H R Y H U D O O G H E W Defendants, and that H U H I R U H F R Q V X P H U V Z L O O Q R W D F W X D O O \ K D Y H credit scores will improve or return to normal after 12 to 18 months. See 16 C.F.R. § 310.3(a)(2)(x).

16. As alleged in Count IV of the Complaint, the Entity Defendants violated the TSR by misrepresenting their affiliation with, or endorsement or sponsorship by, banks, credit card associations, or credit reporting agencies in connection with the telemarketing of debt relief services. See 16 C.F.R. § 310.3(a)(2)(vii).

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18. As alleged in Count VI of the Complaint, the Entity Defendants violated the TSR by requesting or receiving payment of fees or consideration for debt relief services before: (a) the Entity Defendants renegotiate, settle, reduce, or otherwise alter the terms of at least one debt pursuant to a settlement agreement, debt management plan, or other valid contractual

15. As alleged in Count III of the Complaint, the Entity Defendants violated the TSR by making numerous misrepresentations in connection with the telemarketing of debt relief services, including that: (a) the Entity Defendants will eliminate or substantially reduce FRQVXPHUV¶ FUHGLW FDUG GHEWV DIWHU WR PRQWKV FKDUJH WR FRQVXPHUV¶ FUHGLW FDUGV LV SDUW RI WKH RYHUDOO GHEW Defendants, and that HUHIRUH FRQVXPHUV ZLOO QRW DFWXDOO\ KDYH credit scores will improve or return to normal after 12 to 18 months. See 16 C.F.R. § 310.3(a)(2)(x).

16. As alleged in Count IV of the Complaint, the Entity Defendants violated the TSR by misrepresenting their affiliation with, or endorsement or sponsorship by, banks, credit card associations, or credit reporting agencies in connection with the telemarketing of debt relief services. See 16 C.F.R. § 310.3(a)(2)(vii).

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18. As alleged in Count VI of the Complaint, the Entity Defendants violated the TSR by requesting or receiving payment of fees or consideration for debt relief services before: (a) the Entity Defendants renegotiate, settle, reduce, or otherwise alter the terms of at least one debt pursuant to a settlement agreement, debt management plan, or other valid contractual

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16. As alleged in Count IV of the Complaint, the Entity Defendants violated the TSR by misrepresenting their affiliation with, or endorsement or sponsorship by, banks, credit card associations, or credit reporting agencies in connection with the telemarketing of debt relief services. See 16 C.F.R. § 310.3(a)(2)(vii).

17. As alleged in Count V of the Complaint, the Entity Defendants violated the TSR by failing to disclose, in a clear and conspicuous manner, that their debt relief services which directed consumers to stop making timely payments to their credit companies will likely ad Y H U V H O \ D I I H F W W K H F R Q V X P H U ¶ V F U H G L W Z R U W K L Q H V V I collections or sued by creditors or debt collectors, and may increase the amount of money the consumer owes due to the accrual of fees and interest. See 16 C.F.R. § 310.3(a)(1)(viii)(C).

18. As alleged in Count VI of the Complaint, the Entity Defendants violated the TSR by requesting or receiving payment of fees or consideration for debt relief services before: (a) the Entity Defendants renegotiate, settle, reduce, or otherwise alter the terms of at least one debt pursuant to a settlement agreement, debt management plan, or other valid contractual