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**From:** Sara Schmitz  
**Sent:** Wednesday, May 27, 2020 1:07 PM  
**To:** Herron, Susan  
**Subject:** Fw: Rec Fee

Susan,

Would you please add this as a communication to the Audit Committee?

Thank you!

Sara

**Sara Schmitz**

Incline Village General Improvement District Trustee and Treasurer  
893 Southwood Blvd.  
Incline Village, NV 89451  
**925-858-4384**



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**From:** Jgumz <jgumz@protonmail.com>  
**Sent:** Tuesday, May 26, 2020 9:21 PM  
**To:** Sara Schmitz; Matthew Dent; Tim Callicrate  
**Subject:** Rec Fee

Dear Trustees:

Before you vote for that rec fee, are you aware of potential personal use of public funds? Do you think Incline resident pay the Rec Fee so IVGID employees can have end-of-season parties?

Examples of "Employee Recruitment and Retention" expenses

Cardholder: Mike Bandelein 2/21/16 ROOKIES SPORTS BAR AND GR \$1,404.94

Cardholder: Matt Hoerth 4/22/19 JT BASQUE \$574.31 End of season Rental party

Cardholder: Stephanie Koehler 4/15/18 SQ BREWFORIA BEER \$1,498.00 SOU SQ BREWFORIA BEER - Purchase

Cardholder: Stephanie Koehler 2/15/19 SQ INCLINED \$1,550.00 Food for employees

The public was not invited to these events.

Did you know Washoe County has a \$2500 limit on light meals and refreshment spending? And that their ordinance dictates when the spending can occur - generally public functions?

This is the TIP of the ICEBERG. And YES it is going on in the CURRENT FISCAL YEAR. IVGID is a LIMITED POWERS Special District - LOCAL GOVERNMENT under Nevada law.

As a "Quasi-municipal corporation" created under NRS 318, **IVGID does NOT HAVE HOME RULE.** THAT MEANS IVGID cannot provide a Business Expense reason - such as Employee recruitment and retention..

PLEASE do not ask the H&S legal firm for their "opinion" on this - they are not impartial or unbiased.

Do you want to be complicit in illegal activity - personal use of public funds?  
Voting for the Rec Fee is just that.

Joy Gumz  
Incline Village

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**From:** Sara Schmitz  
**Sent:** Tuesday, June 16, 2020 9:16 AM  
**To:** Herron, Susan  
**Cc:** Matthew Dent  
**Subject:** Fw: Inappropriate budgeting and reporting - Burnt Cedar Water Disinfection Plant - 2015 to 2021  
**Attachments:** Utility Fund - Burnt Cedar Water Disinfection Plant - Inappropriate Budgeting and Reporting.pdf

Susan,

Please ask Matthew if this is a correspondence to be included in the Audit Committee correspondence from the public as part of our next Audit Committee packet.

Thanks!

Sara

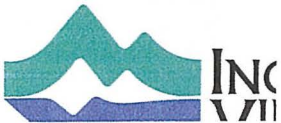
**Sara Schmitz**

Incline Village General Improvement District Trustee and Treasurer

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**From:** cfdobler@aol.com <cfdobler@aol.com>  
**Sent:** Monday, June 15, 2020 10:53 PM  
**To:** Sara Schmitz; Matthew Dent; Tim Callicrate; Peter Morris; Wong, Kendra  
**Cc:** Winquest, Indra S.  
**Subject:** Inappropriate budgeting and reporting - Burnt Cedar Water Disinfection Plant - 2015 to 2021

Attached is another research memorandum which again concludes that Staff does not care what this Board requires and continues to manipulate budgets and expenditures to hide facts.

I ask the Audit Committee to review this horrible history of past event and take corrective action.

There is simply no oversight.

Thanks

Cliff Dobler

## Memorandum

June 15, 2020

To: IVGID Board of Trustees and Indra Winquest

From: Clifford F. Dobler

Re: Burnt Cedar Water Disinfection Plant - another budgeting and reporting fiasco

In 2015 and again on December 12, 2018, as a result of false accounting on the Effluent Wastewater Pond Lining, the Board of Trustees requested Staff to start accounting and reporting separately each sub project of a major facility or venue. It was brought to the Board's attention that several large sub projects were being combined within one infrastructure facility and with only one account number, thus negating any transparency. The Board recommended that each project should be assigned a separate account number. Of course, nothing happened. Staff knows the Board will not remember anything nor will follow up on anything.

Since 2017, the annual project summaries for the Burnt Cedar Water Disinfection Plant have listed seven different sub projects all under the same account number. Also, the narrative for the current 2021 project summary has not been changed since 2017. From fiscal year 2015 through fiscal year 2019 a total of \$520,594 was spent against \$245,000 in approved budgets. The overage of \$275,000 was hidden by falsely creating a 2016 carryover budget of \$308,245 by transferring budgets from other unrelated projects, which were either delayed or under budget. Of course, this transfer was never approved by the Board. A review of Board meetings agendas over the past 5 years indicate not a single sub project was presented to the Board for approval. Does anyone feel they are being left in the dark? A list of the subprojects and budgets from the project summaries are:

- Electrical, Mechanical, Pumping Improvements - \$40,000 - Fiscal 2015
- Electrical, Mechanical, Pumping Improvements - \$40,000 - Fiscal 2016
- Vertical Turbine Drive Unit - \$40,000 - Fiscal 2017
- Electrical, Mechanical, Pumping Improvements - \$25,000 -Fiscal 2018
- Electrical, Mechanical, Pumping Improvement - \$25,000 - Fiscal 2019
- Sodium Hypochlorite Feed Pumps - \$25,000 - Fiscal 2019 - Never done - now in fiscal 2021
- SCDA Cyber-Security Upgrades - \$50,000 -Fiscal 2019

The amounts spent on any one sub project is unknown. We do know that whatever subprojects were done exceeded the combined budgets by 89%. A review of invoices include the classic task orders to CH2M-Hill for \$106,000. Also, for laughs, some concrete curb work and installing a heater were done costing \$12,000. I suggest these two were not even related to the Plant.

In the fiscal 2021 project summary there is another sub project titled "Washoe 1 water intake line". Design may have already been done since it was budgeted in fiscal 2020. Who knows?

Continuing to remain on the fiscal 2021 project summary is an extension of the Water Intake Pipeline in Lake Tahoe. The 2017 project summary stated: "EPA and State Regulations may require a pipeline extension where it is deeper and farther from the shore and creek mouths where it will be less influenced by disturbances from storms. This should allow us to continue to meet our filtration exemption for our potable system, if it is determined our present system is inadequate. There would be a five year period to comply with this requirement".

This sub project was budgeted in 2017 to begin construction in 2021 with an estimated cost of \$1,250,000. The project keeps getting pushed out and is now scheduled to begin in 2026 with a new budget of \$1,650,000 insuring it would be off the current 2021/2025 capital plan. Does anyone on this Board know anything about this sub project, compliance with EPA and State requirements or when the five year period for compliance may have started or will end? Has Staff (Pomroy) or anyone else made a determination that our present system is inadequate? I doubt it.

Does anyone want to guess why construction of this subproject was extended into 2026? My guess would be Staff's desire to convince the Board that the five year plan in the 2021 Rate Study was adequate. After all without any reserves why make things worse by including a mere \$1,650,000 in capital expenditures. It could be that the water level in the lake is high enough and the project is buried away at the bottom of someone's in basket.

This is an encore and/or a repeat performance of the Effluent Pipeline, the Wastewater Storage Pond, the lousy estimates to replace 6 miles of domestic Water Mains and so many others projects. Joe Pomroy must go. Period.

Any backup information you require will be sent upon request.

Disgusting

Clifford F. Dobler