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From: Hunter wylie <coyote8400@gmail.com>
Sent: Thursday, January 25, 2024 3:50 PM
To: Hunter wylie
Subject: Fwd: Missing Audited financials for FY21-22

----- Forwarded message -----

From: <coyote8400@gmail.com>
Date: Sun, Nov 5, 2023 at 11:10 AM
Subject: Missing Audited financials for FY21-22
To: <marosmith@gmail.com>, <imcmaster@board.cprdnwberg.org>, <rareairmtf@gmail.com>, <lroggers@board.cprdnwberg.org>, Gayle Bizeau <Gayle.bizeau@outlook.com>

On November 3, 2023 I found the missing FY21-22 audited CPRD financial report on file with the Secretary of State's office. The Secretary's office confirmed it had been filed by the District on October 16, 2023 with the Secretary of State's Municipal Audits Division. The Auditor's cover letter accompanying the filing from the Pauley Rogers firm was dated **December 6, 2022**. That is the date the audit was officially completed and sent. It was specifically addressed to the CPRD Board of Directors. All issues regarding that fiscal year's financial audit were addressed and or closed as of that date.

Included in the report was a notable exception of \$941,000 for over expenditure SDC debt service funds.

This is the second time audited financials have been withheld from the Board. The preceding FY 20-21 audit was presented to the Board in October 2022 10 months late. I had to dig out the FY 20-21 auditors report from the Secretary of States office after the district refused to supply the report after repeated written and verbal requests. When I produced the report to the Board at the August 2022 meeting the board chair acknowledged he had never seen it before. The cover letter clearly showed the audit had been completed in January 2022. This first audit also had a notable exception of \$945,000 for over expenditure SDC debt service funds. When written and verbal request for clarification of this item were submitted to the district the written response was it was a data entry error. Well it's obvious the district has very severe \$1.8Million data entry problem.

The filing board has heard many requests to the district for the report and has never received an honest answer from the district regarding its true status. That status being the audit was complete on December 6, 2002 and returned to the district prior to the filing deadline of January 1, 2023.

These repeated cumulative misrepresentations by the district to the Board and public create an atmosphere of a complete loss of confidence in the district's ability to convey accurate and timely information.

I respectfully submit this for the Board's attention.

Hunter Wylie

January 25, 2024

CPRD Board of Directors Meeting

No financial transparency:

- Hiding the most recent two Audited Financials 20-21 (10 months), 21-22(13 months) from the Board.
- Repeatedly making false and misleading statements about the status of those Audited Financials to the Board, the public and the Budget Committee.
- Not Supplying the Budget Committees with accurate data for the years following the close of those fiscal years
- Supplying inflated budgets to the Budget Committee and the Board out of line with actual Departmental needs that has resulted in massive cash surpluses being accumulated, not reported, and not authorized by to the voting public or the Board as required by law.
- Making false and misleading statements about the misuse of \$1.85 million SDC funds to pay non SDC related debt as called out in the audited (withheld) financial statements for FY 20-21 and FY 21-22
- Intercepting, hiding, and delaying delivery of audited financials that were specifically addressed to the Board only.
- Misrepresentation of the need for increased SDC tax rates and their relationship to named SDC and unnamed projects and the amounts needed to complete.
- Proposing the purchase of taxpayer owned property with taxpayer money, \$3,5 Million, on a project that was not mentioned or named as a priority board project in the Boards most recent planning session. A project that is right across the street from a high priority project that has yet to turn one shovel of dirt in over 5 years.
- Supporting projects that have no end date or final cost.
- Failure to obtain costs and time related to land use changes on all District owned land in Yamhill County from EFU to recreational.

If the president of a public company was caught hiding the company financials how long would they remain in their position?



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December 5, 2022

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Chehalem Parks and Recreation District
Yamhill County, Oregon

Opinions

We have audited the accompanying basic financial statements of the governmental activities and each major fund of Chehalem Parks and Recreation (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of June 30, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with the auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these basic financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of basic financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the basic financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the basic financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the basic financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the basic financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the basic financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance, except for the budgetary comparison schedule listed as required supplementary information in the table of contents.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

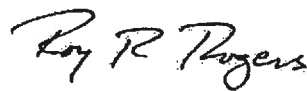
Other Information

Management is responsible for the other information included in the annual report. The other information comprises the other information, as listed in the table of contents, and the listing of board members containing their term expiration dates, located before the table of contents, but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Report on Other Legal and Regulatory Requirements

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 5, 2022, on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



ROY R. ROGERS, CPA
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