

included a [Snooping Incident](#), where the Sheriff replaced regularly scheduled video camera operators with SWAT team operatives and *inadvertently* focused on supervisors' Norby and Nguyen's notes for more than 60 seconds. Supervisor Norby thinks that the show of force of more than 30 deputies at the January meeting included "*illegal snooping by hidden security cameras on Supervisor Nguyen and myself should speak*".

Just like Sheriff Hutchens, the [Gang Who Couldn't Shoot Straight](#) (Third Board Members who needed 3 attempts at calling a "legal" Special Meeting to remove Ms McDaniel) sure got security out in force Friday the 13th. Katie McDaniel, the director of Third Mutual requested, via a written request addressed to Gene Hart, security protection after being hit by a water bottle during a board meeting.

Although her request was not answered directly, PCM's legal affairs manager Cris Trapp wrote to the entire board that PCM did not have enough security staff to provide the type of service that would guarantee McDaniel's safety and security.

Where then did all the security come from to protect the Third directors from residents who found their action to remove McDaniel from the board to be anything from ludicrous to nauseating? Where do they find the resources for Gene Hart to shadow Mike Curtis, United board director, whenever he enters the community center? It is, then, disingenuous of Third board President Moore to announce at the political assassination that a security officer was provided for McDaniel's protection at her request.

And what crack security it was. Irritated at not being able to immediately read the address on one member's ID, an outside security officer attempted to snatch the resident's wallet out of his hand. When he failed to wrest possession from the resident he snarled, "well you won't be able to get in." Similarly when a resident simply marched into the board room, two security personnel and a female administrator started to interrogate the seated resident in a threatening manner. Fortunately violence was avoided narrowly when several seated residents spoke up that she was a neighbor and entitled to be there.

Of course when Moore asked if anyone was in the audience other than press and residents, she was so sure of the effectiveness of the massive security presence that she did not even look up. Had she done so, she would have seen Mr. Howard Neufeld standing in the back. Neufeld is the attorney for resident Elliot Nesvig and was present at Mr. Nesvig's invitation. Later on, Moore introduced Neufeld as Director McDaniel's attorney. Does anyone remember how many times Ms. Moore has asked, during a board meeting, if a motion has been made or already voted on? – For example, the times she asked to vote on a resolutions that were already voted on.

Forensic Audit Cost

How much should a forensic audit cost? Well, PCM has told the Directors that it would cost hundreds of thousands of dollars. Unfortunately, that might be true.

Tulsa, Oklahoma stopped work on 49 projects as a result of contractor fraud and bribery indictments. The city hired KPMG (our annual auditor) to do a "forensic" audit to ensure that there are no further areas of fraud and bribery. Tulsa had an estimated population of 384,387 residents in 2007. Laguna Woods Village has an approximate population of 18,000. The KPMG contracted cost for a Tulsa forensic audit is \$90,000 and our Managing Agent's estimated cost for a Laguna Woods Village forensic audit is \$200,000 to \$1,000,000 (as heard by several Directors).

What would create such an unbalance in costs? The complexity of the financial books certainly could be a factor. If this is the case, how could you justify the Managing Agent's LWV estimated cost for a \$95 million budget corporation versus the actual cost for Tulsa with a \$587 million budget?

(Continued on page 4)