

From: [Steve Mahoney](#)
To: [Annie Rosenfeld](#); [Jim Roth](#); [Todd Martyn-Jones](#); [Steve Hogan](#); [Patricia West](#)
Cc: cravano@aol.com; [Michael Rudolph](#)
Subject: September 2023 5501 Sub-Committee Meeting Acknowledgement
Date: Sunday, October 29, 2023 12:37:25 PM
Attachments: [TDA 09.30.23 Consolidated Accounts and Recons.pdf](#)

Ladies & Gentlemen;

This note is a formal acknowledgment that a Sub-Committee of the Tahoe Donner Association (“TDA”) Board of Directors (S. Mahoney and J. Roth) along with members of TDA’s accounting staff and Finance Committee met on October 24, 2023 to complete the financial review called for by Section 5500 (and permitted by Section 5501) of the CA Civil Code (“Davis-Stirling Act”) for the month of September 2023.

The group (or a sub-group made up of those Directors who attended the meeting for items marked with an *) reviewed the following items as called for by CA Civil Code 5500:

- a. Current reconciliation of the association’s operating accounts,*
- b. Current reconciliation of the association’s reserve accounts *,
- c. Current year’s actual operating revenues and expenses compared to budget,
- d. Latest account statements prepared by the financial institutions for all accounts *,
- e. An income and expense statement for the association’s operating and reserve accounts, and
- f. Check register, monthly general ledger, and delinquent assessment receivable reports.

As TDA’s Treasurer, I have reviewed (i) the September 2023 month-end account statements for Tahoe Donner’s principal operating and investment accounts as provided by TDA’s banks and investment/brokerage firms, and (ii) a summary reconciliation of activity in these accounts prepared by TDA’s accounting staff. I have made appropriate inquiries of TDA staff as to satisfy me that my review of the statements for the operating and capital funds’ accounts provided by our investment firms and banks was conducted in accordance with the requirements of CA Civil Code 5500. I also confirm that the reconciliations I reviewed are accurate in all material respects in accordance with the requirements of section 5500 of the Davis – Stirling Act. (Please note; my scanner isn’t working properly so I included photos for the reconciliation.)

I have enclosed pdfs of the reconciliations, bank and investment account statements that I reviewed. During my review, I identified several items that require additional review by the TDA staff for correction, adjustment or further explanation, as follows:

1. Bank balances at Stifel Bank-related entities within the Stifel Operating Fund Account exceed FDIC insurance limits. Please correct.
2. Year-to-date income for the Stifel Replacement Reserve Fund account of circa \$78,000 (per the statement) is well in excess of the reconciliation amount (~\$5100). Please explain.
3. Please remove David Mickaelian as a Tahoe Donner Association authorized representative on all four Stifel accounts.
4. Year-to-date income for the Stifel Development Fund account of circa \$470,000 (per the statement) is well in excess of the reconciliation amount (~\$108,000). Please explain.
5. The reported cost basis for the Morgan Stanley (f/k/a Eaton Vance) Corporate Bond

- Portfolio Account does not equal our general ledger amount. Please explain.
6. The reported cost basis for the Morgan Stanley (f/k/a Eaton Vance) Municipal Bond Portfolio Account does not equal our general ledger amount. Please explain.

Jim, please review the attached account statements and reconciliation. If you too are satisfied that we have met the requirements of Sections 5500 and 5501 of the CA Civil Code, then please send a note to this group acknowledging your agreement. Thank you.

Patty, please arrange for this email message (without the attachments) to be attached to the August 5501 Meeting report that is circulated to the full Board at a future meeting.

Thanks to all for your participation. Please reach out if you have any questions.

Regards,

Steve Mahoney

Mobile: 415 866 8525

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Gen	Assessments	AP - Old acct closed	Cash Receipts	Payroll	Credit Cards	AP - New	Total
10243-901	10244-901	10245-901	10246-901	10247-901	10248-901	10249-901	
Balance 02/28/23	\$ 48,175.24	\$ 3,748,816.15	\$ 56,409.03	\$ 948,873.12	\$ 75,600.68	\$ 875,515.48	\$ 5,584,370.28
Transfers in	3,000,000.00	2,982,801.59	3,093,000.00	1,175,000.00	1,537,827.34		\$ 5,223,000.00
Debits		(24,850)	(431,433.79)	(883.40)	(5,140,364.52)		\$ (5,038,532.31)
Credits						82,889.10	\$ (2,742,851.22)
Transfers Out	(8,000,000.00)	(8,800,000.00)		(830,000.00)		(5,275,000.00)	\$ (8,223,000.00)
Balance 03/31/23	\$ 46,175.24	\$ 2,913,807.86	\$ 1,275,000.00	\$ 999,741.89	\$ 71,195.85	\$ 1,286,153.72	\$ 4,463,771.32
Transfers in	641,085.81				3,000,000.00		\$ 3,641,085.81
Debits		549,182.17	16,201.33	51,869.08	2,189.44	1,184,713.53	\$ 1,784,616.52
Credits		(2,894)	(1,002,771.34)	(5,105.51)	(1,093,174.28)	(4,918.22)	\$ (2,184,965.64)
Transfers Out		(1,000,000.00)		(8,75,000.00)		(1,000,000.00)	\$ (2,445,000.00)
Balance 04/30/23	\$ 692,661.09	\$ 2,438,193.41	\$ 145,368.12	\$ 93,409.42	\$ 47,911.03	\$ 1,850,929.83	\$ 4,749,688.50
Transfers in			250,000.00				\$ 250,000.00
Debits		287,045.85	81,896.17	43,422.87		279,637.71	\$ 691,384.80
Credits		(17,211.21)	(871,148.35)		(797,184.99)	(30,139.86)	\$ (1,855,584.41)
Transfers Out	(800,000.00)	(800,000.00)				(800,000.00)	\$ (2,400,000.00)
Balance 05/31/23	\$ 42,661.09	\$ 2,194,227.50	\$ 267,237.89	\$ 98,826.29	\$ 50,616.04	\$ 1,550,686.88	\$ 4,094,626.71
Transfers in			1,500,000.00				\$ 1,500,000.00
Debits		139,832.72	720.36	42,233.08	2,712.90	872,612.44	\$ 1,055,401.86
Credits		(3,528)	(1,411,764.71)		(1,081,240.95)	(55,520.78)	\$ (2,775,657.44)
Transfers Out		(1,340,000.00)				(1,340,000.00)	\$ (2,680,000.00)
Balance 06/30/23	\$ 42,661.09	\$ 1,890,970.85	\$ 74,180.88	\$ 141,059.57	\$ 12,117.99	\$ 1,017,848.96	\$ 3,178,849.34
Transfers in	2,847,831.07		1,300,000.00		1,550,000.00		\$ 5,697,831.07
Debits		111,734.78	55,405.82	299,109.08	3,605.79	1,819,443.31	\$ 2,289,698.78
Credits		(802,347.71)	(1,159,354.72)		(751,160.55)	(83,469.61)	\$ (3,795,932.59)
Transfers Out	(800,000.00)	(800,000.00)			(802,897.71)	(8,050,000.00)	\$ (9,852,897.71)
Balance 07/31/23	\$ 1,861,894.45	\$ 469,791.83	\$ 236,288.16	\$ 400,162.45	\$ 10,545.52	\$ 784,222.56	\$ 3,410,438.79
Transfers in			225,000.00				\$ 225,000.00
Debits		55,587.33	24,471.78	63,092.70		1,339,246.83	\$ 1,482,448.61
Credits		(782,859.39)	(449,590.38)		(784,044.91)	(84,837.02)	\$ (2,096,331.70)
Transfers Out	(800,000.00)	(800,000.00)	(48,440.01)	(370,000.00)		(805,370.35)	\$ (2,024,810.36)
Balance 8/31/23	\$ 75,685.06	\$ 258,292.94	\$ (23,278.45)	\$ 112,216.15	\$ 18,120.57	\$ 1,433,762.82	\$ 1,877,455.21
Transfers in	1,500,000.00				1,310,000.00		\$ 2,810,000.00
Debits		53,356.99	11,204.49	504,407.57		817,599.83	\$ 1,426,568.98
Credits				(220,410.48)	(1,318,100.83)	(5,014.17)	\$ (1,538,525.48)
Transfers Out	(800,000.00)			(1,350,000.00)		(8,450,000.00)	\$ (1,000,000.00)
Balance 9/30/23	\$ 679,685.06	\$ 211,445.95	\$ (22,065.94)	\$ 246,212.14	\$ 58,319.74	\$ 148,287.68	\$ 1,568,794.47
Transfers in							
Debits							
Credits							
Transfers Out							
Avg - Monthly Transfer Activity							
Date	Amount	From	To				
1-Sep	400,000	✓ Credit Cards	✓ AP				
5-Sep	700,000	✓ Credit Cards	✓ Payroll				
8-Sep	150,000	✓ Credit Cards	✓ AP				
11-Sep	800,000	✓ Credit Cards	✓ AP				
19-Sep	1,500,000	✓ Credit Cards	✓ AP				
20-Sep	650,000	✓ Cash Receipts	✓ AP				
20-Sep	150,000	✓ Cash Receipts	✓ AP				
20-Sep	650,000	✓ Cash Receipts	✓ AP				
21-Sep	250,000	✓ Cash Receipts	✓ AP				

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	Acct closed 8/7 Payroll	General	Acct closed 8/7 Daily Sales	Acct closed 8/7 Cash Receipts	Acct closed 8/7 Apportionment	Acct closed Credit Cards	Total
	10255	10265	THCO Bank Account Activity 801	10264	10267	10269	Total
Balance 01/28/23	\$ (11,434.73)	\$ 145,707.47	\$ 0.00	\$ (5,171.12)	\$ 0.00	\$ (0.00)	\$ 129,202.82
Transfers in							
Debits					\$ 109.00		109.00
Credits					\$ (109.00)		(109.00)
Transfers Out		\$ (4,690.93)					(4,690.93)
Balance 03/31/23	\$ (11,434.73)	\$ 141,016.54	\$ 0.00	\$ (5,171.12)	\$ 0.00	\$ (0.00)	\$ 124,410.69
Transfers in							
Debits					\$ 109.00		109.00
Credits					\$ (109.00)		(109.00)
Transfers Out		\$ (4,174.07)					(4,174.07)
Balance 04/30/23	\$ (11,434.73)	\$ 136,842.52	\$ 0.00	\$ (5,171.12)	\$ 0.00	\$ (0.00)	\$ 120,266.67
Transfers in							
Debits					\$ 109.00		109.00
Credits					\$ (109.00)		(109.00)
Transfers Out		\$ (6,086.17)					(6,086.17)
Balance 05/31/23	\$ (11,434.73)	\$ 130,756.35	\$ 0.00	\$ (5,171.12)	\$ 0.00	\$ (0.00)	\$ 114,160.50
Transfers in							
Debits					\$ 60.00		60.00
Credits					\$ (60.00)		(60.00)
Transfers Out		\$ (3,789.99)					(3,789.99)
Balance 06/30/23	\$ (11,434.73)	\$ 126,966.36	\$ 0.00	\$ (5,171.12)	\$ 0.00	\$ (0.00)	\$ 110,260.51
Transfers in							
Debits					\$ 60.00		60.00
Credits					\$ (60.00)		(60.00)
Transfers Out	\$ (482.12)	\$ (4,382.79)					(5,464.91)
Balance 07/31/23	\$ (11,434.73)	\$ 121,983.57	\$ 0.00	\$ (5,171.12)	\$ 0.00	\$ (0.00)	\$ 105,377.72
Transfers in							
Debits							
Credits		\$ 4,396.40					4,396.40
Transfers Out		\$ (3,703.58)					(3,703.58)
Balance 8/31/23	\$ (11,434.73)	\$ 122,678.39	\$ 0.00	\$ (5,171.12)	\$ 0.00	\$ (0.00)	\$ 106,072.54
Transfers in							
Debits							
Credits		\$ 7,843.60					7,843.60
Transfers Out		\$ (5,669.80)					(5,669.80)
Balance 9/30/23	\$ (11,434.73)	\$ 124,852.19	\$ 0.00	\$ (5,171.12)	\$ 0.00	\$ (0.00)	\$ 108,246.34
GL	(11,434.73)	124,852.19		(5,171.12)			
	0.00	(0.00)	(0.00)	0.00	(0.00)	0.00	

GL Account Number	Replacement Reserve Fund-802				Development Fund-803				New Equipment Fund-805			
	Sublet	WF Arrears	State 18	State 18B	Sublet	WF Arrears	State 18	State 18B	Sublet	WF Arrears	State 18	State 18B
Balance 02/28/23	\$ 14,784,343.63	\$ 3,483,143.47	\$ 1,483,230.37	\$ 3,884,553.97	\$ 17,013,745.76	\$ 3,781,745.76	\$ 1,483,230.37	\$ 3,884,553.97	\$ 17,013,745.76	\$ 3,781,745.76	\$ 1,483,230.37	\$ 3,884,553.97
Accrued Interest Adjustment												
Interest Received	\$ 2,029.65	\$ 1,753.77	\$ 6,140.38	\$ 5,544.68	\$ 24,191.88	\$ 24,191.88	\$ 613.25	\$ 613.25	\$ 24,191.88	\$ 24,191.88	\$ 613.25	\$ 613.25
Transfer In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer Out	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Operating Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance 03/31/23	\$ 14,786,373.28	\$ 3,484,897.24	\$ 1,489,370.75	\$ 3,890,098.65	\$ 17,037,937.64	\$ 3,805,937.64	\$ 1,489,370.75	\$ 3,890,098.65	\$ 17,061,937.64	\$ 3,807,937.64	\$ 1,489,370.75	\$ 3,890,098.65
Accrued Interest Adjustment												
Interest Received	\$ 8,251.87	\$ 8,251.87	\$ 3,751.78	\$ 7,257.37	\$ 613.25	\$ 613.25	\$ 613.25	\$ 613.25	\$ 8,251.87	\$ 8,251.87	\$ 3,751.78	\$ 7,257.37
Transfer In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer Out	\$ (203,341.18)	\$ (18,873.08)	\$ (1,774.85)	\$ (1,774.85)	\$ (203,341.18)	\$ (18,873.08)	\$ (1,774.85)	\$ (1,774.85)	\$ (203,341.18)	\$ (18,873.08)	\$ (1,774.85)	\$ (1,774.85)
Net Operating Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance 04/30/23	\$ 14,441,083.93	\$ 3,466,024.16	\$ 1,487,595.90	\$ 3,888,323.80	\$ 16,858,596.46	\$ 3,787,064.56	\$ 1,487,595.90	\$ 3,888,323.80	\$ 16,858,596.46	\$ 3,787,064.56	\$ 1,487,595.90	\$ 3,888,323.80
Accrued Interest Adjustment												
Interest Received	\$ 14,343.23	\$ 2120.63	\$ 8,082.38	\$ 3,533.57	\$ 16,077.87	\$ 3,591.95	\$ -	\$ -	\$ 14,343.23	\$ 2120.63	\$ 8,082.38	\$ 3,533.57
Transfer In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer Out	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Operating Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance 05/31/23	\$ 14,455,427.16	\$ 3,468,044.79	\$ 1,491,678.62	\$ 3,891,857.37	\$ 16,874,674.33	\$ 3,801,656.51	\$ 1,491,678.62	\$ 3,891,857.37	\$ 16,890,917.56	\$ 3,803,778.14	\$ 1,491,678.62	\$ 3,891,857.37
Accrued Interest Adjustment												
Interest Received	\$ 42,528.41	\$ 2,077.87	\$ 2,029.72	\$ 4,236.45	\$ 11,367.41	\$ 2,447.81	\$ -	\$ -	\$ 42,528.41	\$ 2,077.87	\$ 2,029.72	\$ 4,236.45
Transfer In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer Out	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Operating Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance 06/30/23	\$ 14,497,955.57	\$ 3,470,122.66	\$ 1,493,708.34	\$ 3,896,093.82	\$ 16,906,041.74	\$ 3,804,104.32	\$ 1,493,708.34	\$ 3,896,093.82	\$ 16,933,470.06	\$ 3,806,226.01	\$ 1,493,708.34	\$ 3,896,093.82
Accrued Interest Adjustment												
Interest Received	\$ 13,648.00	\$ 2446.46	\$ 3,728.08	\$ 6,713.84	\$ 26,086.50	\$ 3,219.35	\$ -	\$ -	\$ 13,648.00	\$ 2,446.46	\$ 3,728.08	\$ 6,713.84
Transfer In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer Out	\$ (1,033,989.81)	\$ (5,703.66)	\$ (1,033.66)	\$ (1,033.66)	\$ (1,033,989.81)	\$ (5,703.66)	\$ (1,033.66)	\$ (1,033.66)	\$ (1,033,989.81)	\$ (5,703.66)	\$ (1,033.66)	\$ (1,033.66)
Net Operating Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance 07/31/23	\$ 13,463,965.76	\$ 3,464,419.00	\$ 1,492,674.68	\$ 3,895,060.16	\$ 15,872,051.93	\$ 3,798,390.66	\$ 1,492,674.68	\$ 3,895,060.16	\$ 15,901,460.25	\$ 3,800,686.35	\$ 1,492,674.68	\$ 3,895,060.16
Accrued Interest Adjustment												
Interest Received	\$ 73,438.78	\$ 2,770.44	\$ 3,843.38	\$ 13,515.51	\$ 55,843.61	\$ 3,660.34	\$ -	\$ -	\$ 73,438.78	\$ 2,770.44	\$ 3,843.38	\$ 13,515.51
Transfer In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer Out	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Operating Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance 8/31/23	\$ 13,537,404.54	\$ 3,467,189.44	\$ 1,496,518.06	\$ 3,908,575.67	\$ 16,027,895.54	\$ 3,802,050.99	\$ 1,496,518.06	\$ 3,908,575.67	\$ 16,074,901.23	\$ 3,803,446.79	\$ 1,496,518.06	\$ 3,908,575.67
Accrued Interest Adjustment												
Interest Received	\$ 5,555.33	\$ 2862.33	\$ 6,059.06	\$ 1,268.89	\$ 13,295.73	\$ 3,725.24	\$ -	\$ -	\$ 5,555.33	\$ 2,862.33	\$ 6,059.06	\$ 1,268.89
Transfer In	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer Out	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Operating Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance 9/30/23	\$ 13,542,959.87	\$ 3,469,951.77	\$ 1,502,577.12	\$ 3,919,844.56	\$ 16,041,191.27	\$ 3,805,776.23	\$ 1,502,577.12	\$ 3,919,844.56	\$ 16,088,167.50	\$ 3,806,172.03	\$ 1,502,577.12	\$ 3,919,844.56
Subtotal	\$ 13,542,959.87	\$ 3,469,951.77	\$ 1,502,577.12	\$ 3,919,844.56	\$ 16,041,191.27	\$ 3,805,776.23	\$ 1,502,577.12	\$ 3,919,844.56	\$ 16,088,167.50	\$ 3,806,172.03	\$ 1,502,577.12	\$ 3,919,844.56
Interest on VTB Cash Bond	\$ 163,508.62	\$ 24,725.75	\$ 31,918.69	\$ 57,333.71	\$ 163,508.62	\$ 24,725.75	\$ 31,918.69	\$ 57,333.71	\$ 163,508.62	\$ 24,725.75	\$ 31,918.69	\$ 57,333.71
Statement Interest VTB	\$ 163,508.62	\$ 24,725.75	\$ 31,918.69	\$ 57,333.71	\$ 163,508.62	\$ 24,725.75	\$ 31,918.69	\$ 57,333.71	\$ 163,508.62	\$ 24,725.75	\$ 31,918.69	\$ 57,333.71
Net	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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