

BOD Items for the Imperial Estates

The BOD has identified several accounting discrepancies which have gone not been addressed and are problematic and require Imperial Estates Direction. Therefore, below are the items the BOD is putting before the Imperial Estates. Various members of the Empire have information regarding the specifics of each item. The Board leaves it up to those members to explain their parts.

There are three possible outcomes from these items and so the Imperial Estates understands they will be explained here:

- a. The items can be approved late (now) by Imperial Estates and the issues end.
- b. The items can be disapproved by the Imperial Estates but repayment by Prince Pavo and Princess Ashlynn can be forgiven and the issue ends. (this shows the Empire disapproves of the handling of the events but understands the people involved tried their best and forgives them for spending the money without approval)
- c. The items can be disapproved by the Imperial Estates and repayment by Prince Pavo and Dame Ashlynn not forgiven. This would mean Prince Pavo and Princess Ashlynn would have to repay the Empire for the amounts they spent without approval.

The items are as follows:

1. Amend already approved budget to add expenditures by Prince Pavo and Princess Ashlynn for going over budget \$865.42 during their coronation feast. This is the amount they pursued Princess Jericho and Dame Josephine for.
2. Amend already approved budget to add expenditures by Prince Pavo and Princess Ashlynn for additional overspending (approx \$1,634.58) during their coronation feast.
3. Amend already approved budget to add unidentified cash reductions under Prince Pavo and Princess Ashlynn not reported to Imperial Estates

<u>Date</u>	<u>Checkbook Desc.</u>	<u>Amount</u>
9/27/06	reconciliation desc.	-311.90 (probably c.c. payment)
10/29/07	balance adjustment	-625.50

4. Amend already approved budget to add checkbook error under Prince Pavo and Princess Ashlynn not reported to the Imperial Estates

<u>Date</u>	<u>Checkbook Desc.</u>	<u>Amount</u>
2/26/07	balance adjustment	1218.00

If any items are not approved:

5. Forgiveness of repayment by Prince Pavo for any of the above items not approved.
6. Forgiveness of repayment by Dame Ashlynn for any of the above items not approved.

Also, the prior Imperial Stewart could have liability for not reporting the above items to the Imperial Estates timely. Therefore for completeness if any of the above items are unapproved the following decision is also necessary:

7. Forgiveness of liability by Dame Marion for any of the above items not approved.

Other items have been presented to the BOD regarding improper presentation of the Federal Income Tax Return for the period ending June 30, 2007.

Our prior governments did not report proper financial statements to our CPA for this filing. In the reports they did file they went against our CPA's written advice of reporting chattel over \$500 on our return and instead reported no chattel. This resulted in the CPA being forced to report an improper adjustment of \$6,000 to make our books balance. Without correcting this error such would also affect consecutive year's filings. The BOD voted to amend the 2007 return for proper reporting. However, being the error was ours the CPA firm required payment for its additional work. Therefore the following two items are being presented.

8. Approve \$ 275.00 budget expenditure to fix improper Tax Return filed under previous Administrations by Dame Marion.
9. Forgive seeking any reimbursement for fixing tax return from previous Administrations and Dame Marion.