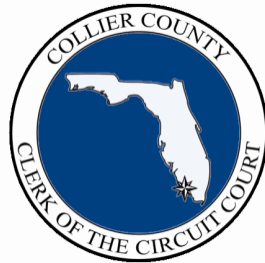


**BCC Meeting**  
**2013-9 Audit Report**  
**Florida Non-Profit Services**



**September 24, 2013**

**Dwight E. Brock**

# Summary

- Apparent Conflict of Interest between Florida Non-Profit Services and Real Estate Technology.
- Florida Non-Profit Services knowingly submitted pay requests for work performed *before* the grant period.

## Summary - continued

- \$37,707 Grant award;  
\$10,425 paid out
- \$10,425 fully recovered as  
result of audit

# Conflict of Interest

## ***Carl J. Kuehner:***

- Chairman of Florida Non-Profit Services
- President and Director of Real Estate Technology

## Conflict of Interest - continued

### ***Prohibited Conflict of Interest:***

Arises when an organization's officer has an interest in the firm it selects for contract.

24 CFR 85.36

## Conflict of Interest - continued

***When Florida Non-Profit Services contracted with Real Estate Technology for accounting and administrative services:***

- Carl J. Kuehner signed for Florida Non-Profit Services.
- JoAnne M. Kuehner, his wife, signed as Chairman of Real Estate Technology.

## Conflict of Interest - continued

### ***Real Estate Technology Corp:***

- Contracted to provide FNPS accounting and administrative services.
- Housing authorized reimbursement of \$10,425 to FNPS based on falsified pay requests.

## Employee Timesheets Improperly Approved

All 23 approved timesheets bore dates *during* the grant period even though they were for work performed *before* the grant period.



# **Pay Requests For Work Before Grant Period Began**

Upon Housing's inquiry, Mr. Kuehner emailed:

“...we viewed the monthly requisitions as partial reimbursement for the previously completed work...”

# Conclusion

Detection of an apparent conflict of interest and discovery of falsified invoices call into question whether Florida Non-Profit Services should be awarded future grant funding.

# Thank you

