

Claim H-41 - was Old Item 361 – Payments to Caribbean Refrigeration & Mechanical LLC

DESCRIPTION OF THIS CLAIM:

Hamed's CPA noted 3 transactions totaling \$95,420.20 to Caribbean Refrigeration & Mechanical LLC.

ALL INFORMATION AND RELATED DOCUMENTS KNOWN TO HAMED:

Hamed's CPA interviewed the Hameds regarding payments made to Caribbean Refrigeration & Mechanical LLC. Hamed's CPA were advised that Caribbean Refrigeration & Mechanical LLC were used for small repairs to refrigeration equipment which usually cost under \$1,000. Hamed's CPA also provided John Gaffney a query dated February 15, 2016 (see Attachment VII) requesting all documentation including canceled checks, invoices and any other back up documentation. In addition, Hamed's CPA reviewed the general ledgers from 2012 to present and the monthly Banco Popular operating bank account statements for Plaza Extra West provided by John Gaffney.

Hamed's CPA reviewed three checks (checks #5742, #6512 and #7177) written on Plaza Extra West operating bank account for payment to Caribbean Refrigeration & Mechanical LLC. Hamed's CPA traced these 3 checks to the Partnership's bank statements to ensure checks cleared the bank account.

Hamed's CPA were advised by John Gaffney that he either does not have time or is unable to locate the Caribbean Refrigeration & Mechanical LLC invoices.

INFORMATION RECEIVED BY HAMED FROM YUSUF/GAFFNEY:

John Gaffney did not respond to our request.

HAMED'S CPA'S EXPERT ANALYSIS OF WHY THE CLAIM IS VALID:

Hamed's CPA did not find any sufficient reliable audit evidence, nor were Hamed's CPA provided any audit evidence from John Gaffney that these payments to Caribbean Refrigeration & Mechanical LLC were for a valid business expense or served a business purpose. As such, Hamed's CPA are not able to satisfy ourselves of the following management assertions: 1. Occurrence 2. Accuracy or 3. Classification, as described in **AU-C 315.A128**.

Hamed's CPA concluded these amounts should be returned to the Partnership to conform to the management's assertions.

The total amount of the claim is \$95,420.20.

Exhibit A to Gaffney Report re Claim H-41

Item No. 361

Description: Unusually large amounts paid to Caribbean Refrigeration & Mech. - \$51,500, \$22,920.20 and \$21,000.00

General Ledger-Store, Date, Entry No. & Description [as an example] (if applicable):

--West, 6/5/13, 20130605, PJ, CARIBBEAN REFRIGERATION & MECH, \$51,500

--West, 8/5/13, 2135-A, PJ, CARIBBEAN REFRIGERATION & MECH, \$22,920.20

--West, 12/27/13, 3012, PJ, CARIBBEAN REFRIGERATION & MECH, \$21,000.00

Question/Request for Info:

Please provide all documentation supporting these entries, including, but not limited to, canceled checks, bank statements, credit card statements, and invoices

Response:

List of documents provided: