



November 23, 2005

Mr. Jerry Gulizia, President  
IBEW Local 2366  
4625 Y Street  
Lincoln, Nebraska 68503

Dear Mr. Gulizia:

This office has recently completed an audit of IBEW Local 2366 under the Compliance Audit Program (CAP) to determine compliance with provisions of the Labor Management Reporting and Disclosure Act of 1959 (LMRDA), by your organization. As discussed during the exit interview with you, John Ried, Dottie Vanderharr, and Carol Borgmann on November 15, 2005, the following issue was disclosed during the CAP. The matter listed below is not an exhaustive list of all possible problem areas since the audit conducted was limited in scope.

During the audit year, Shop Steward Ron Baker, incurred \$983.96 in unauthorized expenses on the union credit card. Although Mr. Baker is in the process of repaying these expenses to the local, it is the local's responsibility to report a loss on the Form LM-3. Any repayment should be included in Item 43 "Other Receipts" with an explanation in Item 56 "Additional Information." Due to the extenuating circumstances surrounding these expenses, an amended report is not being requested at this time. However, the local is responsible for including this information on the next LM report. Any unauthorized expenses incurred by a union officer or an employee are a violation of the LMRDA and this must be reported as such. No further action will be taken regarding this violation at this time.

At the exit interview, we discussed the importance of good internal financial controls to ensure that union funds are used solely for the benefit of the union and its members. We appreciate your continued efforts in this safeguarding measure.

I want to thank you for your cooperation and courtesy during this compliance audit. If we can be of any assistance in the future, please do not hesitate to contact me or any other representative of our office.

Sincerely,

Dennis L. Eckert  
District Director

By: \_\_\_\_\_  
Investigator

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