

COPY

COMMONWEALTH OF PENNSYLVANIA  
DEPARTMENT OF STATE  
BEFORE THE SECRETARY OF THE COMMONWEALTH

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Department of State

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DEPARTMENT OF STATE-SIU

Commonwealth of Pennsylvania,  
Bureau of Charitable Organizations,

vs.

International Aid, Inc.  
Respondent

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:  
: Docket No. 1013 -98-10  
:  
: File No. 10-98-08475  
:  
:  
:

CONSENT AGREEMENT AND ORDER

The Commonwealth of Pennsylvania, Bureau of Charitable Organizations ("Bureau") and International Aid, Inc., ("Respondent") stipulate as follows in settlement of the above-captioned case.

JURISDICTION

1. This matter is before the Secretary of the Commonwealth ("Secretary") pursuant to the Solicitation of Funds for Charitable Purposes Act, Act of December 19, 1990, P.L. 1200, No. 202, *as amended* ("Act"), 10 P.S. §§162.1, *et seq.*

2. Respondent solicited charitable contributions from residents of Pennsylvania.

3. At all relevant and material times, Respondent was registered with the Bureau, Registration #12298.

STIPULATED FACTS

4. Respondent admits that the following allegations are true:

- a. Respondent's last known address is 17011 W. Hickory, Spring Lake, MI 49456-9712.
- b. On or about November 16, 2009, Respondent submitted its registration materials for fiscal year ending June 30, 2009.
- c. Respondent's registration information included an Independent Auditor's Report prepared by Monroe, Sweeris & Tromp, P.L.C (hereinafter "MST").
- d. MST's report indicated that MST was not able to obtain support in Respondent's fiscal year ending June 30, 2009 financial documentation for \$55,894,107.00 in charitable contributions that Respondent assigned to gift-in-kind income and expenses.

**AGREED VIOLATIONS**

- 5. Respondent admits and agrees that by engaging in the foregoing activities:
  - a. Respondent violated the Act at 10 P.S. §162.15(a)(1), by and through 10 P.S. § 162.12 by failing to keep true and accurate records as required by the Act.

**PROPOSED ORDER**

- 6. The parties, intending to be legally bound, agree to the issuance of the following Order in settlement of this matter:
  - a. Respondent repeatedly violated the Act at 10 P.S. § 162.15 (a)(1), by and through § 162.12.

**ADMINISTRATIVE FINE**

- b. An ADMINISTRATIVE FINE of two thousand dollars

(\$2,000.00) is levied upon Respondent. Respondent shall tender the full sum of two thousand dollars (\$2,000.00), with this executed Consent Agreement which shall be paid by **certified check, cashier's check, attorney's check, or U.S.**

**Postal money order made payable to the "Commonwealth of Pennsylvania."**

#### **MAINTAINING RECORDS**

c. Respondent acknowledges its requirement to true and accurate records of its fiscal activities in accordance with Section 162.12 of the Act. Should Respondent fail to keep true and accurate records of its fiscal activities, Respondent shall pay an administrative fine of \$1,000.00, and an additional penalty of \$100.00 for each day during which such violation continues. No registration, should the Respondent be required to register under the Act, shall be renewed until the fine is paid.

#### **CASE SETTLED AND DISCONTINUED**

7. This case shall be deemed settled and discontinued upon the Secretary issuing an Order adopting this Consent Agreement and the Respondent's successful completion of the requirements of this Order. However, nothing in this Consent Agreement and Order shall preclude the Prosecuting Attorney for the Bureau from filing charges or the Secretary from imposing disciplinary or corrective measures for violations or facts not contained in this Consent Agreement and Order.

#### **ACKNOWLEDGEMENT OF NOTICE AND WAIVER OF HEARING**

8. Respondent waives the filing of an Order to Show Cause in this matter. Respondent knowingly and voluntarily waives the right to an administrative hearing in this matter, and to the following rights related to that hearing: to be represented by counsel at the hearing; to present

witnesses and testimony in defense or in mitigation of any sanction that may be imposed for a violation; to cross-examine witnesses and to challenge evidence presented by the Bureau; to present legal arguments by means of a brief; and to take an appeal from any final adverse decision.

#### **AGREEMENT NOT BINDING ON OTHER PARTIES**

9. This Consent Agreement is between the Bureau and Respondent only. It does not bind any other governmental or administrative entity of the Commonwealth of Pennsylvania, including any other bureau within the Department of State. Except as otherwise noted, this Agreement is to have no legal effect if (a) the Office of General Counsel expresses an objection to the Agreement's form or legality and/or (b) unless and until the Secretary issues the stipulated Order.

#### **EFFECT OF SECRETARY'S REJECTION**

10. Should the Secretary not approve this Consent Agreement, presentation to and consideration of this Consent Agreement and other documents and matters by the Secretary shall not prejudice the Secretary from further participation in the adjudication of this matter. This paragraph is binding on the participants even if the Secretary does not approve this Consent Agreement.

#### **ENTIRE AGREEMENT**

11. This Agreement contains the whole agreement between the parties; provided, however, that the captions printed in the various provisions of this agreement are for ease of reading only and are not to be interpreted as forming any part of this agreement. There are no other terms, obligations, covenants, representations, statements or conditions, or otherwise, of any kind whatsoever, concerning this Agreement.

#### **AGREEMENT DOES NOT PREVENT REFERRAL TO OTHER AGENCIES**

12. The parties acknowledge that other federal, state, and/or local agencies may have

jurisdiction over the activities of, or representations made by, Respondent and its officers, directors, agents, employees or independent contractors. Nothing in this Consent Agreement or the Order based upon this Consent Agreement shall preclude representatives of the Bureau from referring any information or data produced as a result of this matter to any federal, state, or local agency or governmental unit having jurisdiction over the activities of Respondent or any officer, director, agent, employee or independent contractor of the Respondent.

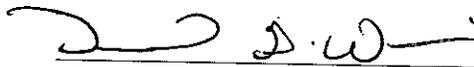
**VERIFICATION OF FACTS AND STATEMENTS**

13. Respondent verifies that the facts and statements set forth in this Agreement are true and correct to the best of Respondent's knowledge, information and belief. Respondent understands that statements in this Agreement are made subject to the criminal penalties of 18 Pa.C.S. § 4904 relating to unsworn falsification to authorities.

International Aid, Inc.



\_\_\_\_\_  
Jacquelyn M. Pfursich, Esquire  
Prosecuting Attorney  
Department of State



\_\_\_\_\_  
By: David S. Wilson  
Title: C.E.O.  
Respondent

DATED: 10/21/10

DATED: 10/15/10



**IN THE MATTER OF THE  
International Aid, Inc.  
FILE NO. 10-98-08475**

**ORDER**

AND NOW, to wit, on this 2<sup>nd</sup> day of November 2010, the terms of paragraph 6 of the foregoing Consent Agreement are hereby adopted and incorporated as the Order of the Secretary of the Commonwealth in resolution of this matter. This Order shall take effect immediately.

BY ORDER

A handwritten signature in cursive script that reads "Basil L. Merenda".

Basil L. Merenda  
Secretary of the Commonwealth