

Chapter 4

Screw the IRS by laundering millions in charitable donations



Smitty Fund/Forever First, 2015--2022

"Smitty Fund/
Forever First"

Foundation Chairman
Father Ron Olszewski

ST. FRANCIS DE SALES

H I G H S C H O O L of Toledo

2020 Annual Report: \$507,000 in donations
2021 Annual Report: \$675,437 in donations
an increase of 33%

The corrupting power of charitable donations

One of the interesting aspects of **FAMILY FRAUD** is the corrupting power of charitable donations. This means that charities may not care about the origin of donations—they just want them to continue to come in.

If you examine the fraudulent 706 Estate Tax Return that mother allegedly filed on September 30, 2014 through her incompetent accountant Kimberly Probe, there is no mention of any donations to Dad's High School, St. Francis de Sales of Toledo, or his college, John Carroll University of Ohio. There is also no mention of the over

\$2 Million both schools have received from mother since 2015. With only an \$8,033,511 Estate, there's no money to fund \$2 Million in donations. How is this possible?

Something financially fraudulent happened in 2015

Starting in 2015, St. Francis de Sales High School started receiving hundreds of thousands of dollars from mother. These go to the SMITTY FUND/FOREVER FIRST and are described in St. Francis' Annual Report on <https://www.sfsknights.org/publications>.

At the top of [Page 61 of their 2020 Annual Report](#), the SMITTY FUND had a balance of \$507,330.

At the bottom of [Page 66 of their 2021 Annual Report](#), the SMITTY FUND had a new balance of \$675,437. This is an increase of 33%, or \$168,107 in a year!

With a declared \$8,033,511 Estate, how is it possible for mother to have donated \$675,437 to St. Francis de Sales High School from 2015 to 2021?

Many dreams came true in 2015

2015 was when mother gave a large Retainer to Attorney Kenny Kemp, and shortly afterwards, Attorney Kemp bought his posh Fort Myers \$1.4 Million Mansion. 2015 was also the year my sister KC began a multi-million

dollar renovation of [her vacation home on Anacortes Island in Washington State.](#)

2015 was the year that Kenny Kemp sent me and my 4 sisters info on the 5 Trusts mother set up, paying us \$60,000 per year times a 25 year expected life, each.

Of the \$1.5 Million that mother and Kenny's "Trust" letter promised, I received \$446,317. This pales to Dad's December 14, 1998 Trust, which stated that each of his 5 children would be given an equal 1/5 share in his \$15 Million Family Trust, or \$3 Million each. \$446,317 is just 15% of \$3 Million.

May 26, 2015

Dear John,

Your dad and I planned to create a trust for you. I have taken the steps to make that happen so that your needs are met.

There will be funds in the trust for you, but they are not unlimited. (You will be drawing on your inheritance.) The trust will provide you a regular "draw." Any special funding requests must be made in writing with backup explaining the need. All distributions made to you will be loaned to you, *not* given as gifts. All requests for money from the trust will be made to my attorney, Kenny Kemp.

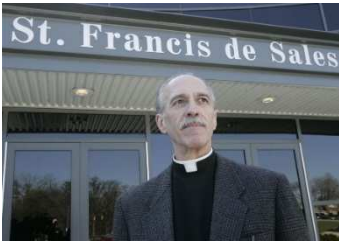
The trust is intended to **help** cover your main living expenses so that you can focus your energies on your business. We never intended to fully support you or Storm Stoppers or new real estate investments or other people. Your dad and I love and respect you and wanted to establish a way to provide for you.

The attached schedule shows the available funds for 2015 and 2016. You will need to fill out the Note for Personal Loan (new form attached) for each distribution. I will review the monthly amount periodically.

I hope this is helpful to you. I love you and I want the best for you.

Love you,

Mom



Father Ronald Olszewski is Chairman of the St. Francis de Sales High School Foundation. I recall that Dad spoke highly of Father O, as he is known.

I wonder if Father O would agree with the corrupting power of charitable donations to St. Francis?

According to [page 62 of St. Francis 2021 Annual Report](#), the St. Francis Foundation received \$1,636,554 in donations in 2021. If Father O knew the \$675,437 that mother donated cumulatively in 2021 was sourced from millions mother didn't report to the IRS, would he do the right thing and refuse the donations? Or would he continue to remain silent? I asked these questions of him in late 2020, but the funding to SMITTY FUND/FOREVER FIRST has only increased since then, so it appears Father O has chosen to remain silent.

This is the corrupting power of charitable donations. On the one hand, Father O is a Man of God. One would think he would not jeopardize his Foundation's reputation or his status as a Catholic Priest by accepting \$675,000 when its provenance was linked to IRS Tax Fraud. On the other hand, this \$675,437 in stolen IRS Estate Tax Revenue is 41% of the \$1,636,554 St. Francis received in donations in 2021. That would be a huge deficit to overcome for "Man of God" Father O.

Mother donated \$1.7 million to Dad's High School & College

Mary F. Smith donations 2015-22:

"Rev. Joseph O. Schell Ignation Award for Excellence in Education"



over \$1 Million in cash since 2015!

From: Doreen Riley <driley@jcu.edu>
Date: Wed, Dec 16, 2020 at 11:47 AM

John,

We are still looking for signed paperwork. Please give us a few more days to confirm anything back, including if anything has been paid.

Doreen



Northwestern
University

Mr. Smith: January 1, 2021

1. Your dad graduated from the Kellogg School of Management in 1964.
2. He contributed to the Deans' Scholarship throughout his life, as well as a building renovation fund. We received Lowes Stock after his death.

Rob Smitherman, JD
Director, Gift Planning Administration
cell: 434-429-6088

Hello John, and thanks for reaching out. I can imagine how frustrating this must be with the IRS, and I will follow up to make sure that we do at least what we can to help. I'll connect both with Doreen and our Attorney Colleen ~~Trem~~^{Jacob}, to see what records we may have and ask Doreen to follow up.

Michael D. Johnson, Ph.D. President
John Carroll University
mdjohnson@jcu.edu



Since my father's death on August 21, 2013, mother has donated \$675,000 to Dad's High School, St. Francis and over \$1 Million to Dad's College, John Carroll University. How did I learn of the \$1 Million donation?

In December of 2020, I contacted John Carroll University of University Heights, Ohio. I was routed to the "Advancement" Department and had a conversation with **Ms. Doreen Knapp Riley**, who was "VP for University Advancement and Board Corporate Secretary."

Ms. Riley enthusiastically described the "over \$1 Million" that JCU had received from mother since 2015. This money funds the "Reverend Joseph O. Schell Ignation Award for Excellence in Education," and is described on www.jcu.edu thusly:

The scholarship is in honor of Rev. Joseph Schell, S.J., and in recognition of the role that both he and scholarship support once played in the life of

the donor, John D. Smith, of the class of 1962, who has credited the core philosophy-based Jesuit education as having been instrumental in his rise to the level of managing partner at Anderson Consulting.

After requesting Ms. Riley break down the “over \$1 Million” JCU had received from mother since 2015, Ms. Riley said she’d get back to me “in a few days.” Soon, Ms. Riley was afflicted with LA (Liar’s Amnesia). You can see both her email and John Carroll President, Mike Johnson’s email, on the previous page. He has LA too.

Mother cannot remember her \$1.7 million in donations

In the April 7, 2022 Evidentiary Hearing in front of Lee County Circuit Court Magistrate Kimberly Bocelli, mother was asked by Florida Attorney Kenny Kemp how much she had donated to charity, from 2013 to 2022. The correct amount is \$1.7 Million. Here’s what she said:

12 | BY MR. KEMP:
13 | Q. Okay. Ms. Smith, after your husband died, did you
14 | continue making any payments to any charities?
15 | A. Yes.
16 | Q. Okay. And approximately how much did you give to
17 | charities after your husband's death?
18 | A. I'm not sure, but substantial.
19 | Q. Okay. Was it -- could it have been --
20 | A. Since 2013 to now.
21 | Q. Okay. Yeah. From 2013 until now, approximately how
22 | much have you paid to charities? It doesn't have to be an
23 | exact number, if you know an estimate.
24 | A. I would estimate 1.3 million.

When mother donated \$1.7 Million of her \$7 Million net worth (per the 706 Estate Tax Return), her memory was negatively affected by her amazing generosity & giving!