

# FORM LM-15 TRUSTEESHIP REPORT

For Official Use  
Only

RECEIVED

MAY 30 2013

This report is mandatory under P.L. 86-257 as amended. Failure to comply may result in criminal prosecution, fines, or civil penalties as provided by 29 U.S.C. 461.

READ THE INSTRUCTIONS CAREFULLY BEFORE PREPARING THIS REPORT.

1. File Number of Labor Organization Held in Trusteeship  005-599	2. Type of Report <input checked="" type="checkbox"/> Initial (complete pages 1 through 4.) <input type="checkbox"/> Semiannual for period ending (Complete pages 1 and 2 only.)	3. Date Trusteeship Established  04 / 29 / 2013
4. Labor Organization Held in Trusteeship  Affiliation or Organization Name Sheet Metal Workers AFL-CIO  Designation LU - Local Union P.O. Box, Bldg. and Room No., if any  Designation Number Prefix Number 67 Suffix  City San Antonio  Unit Name (if any) State Texas ZIP Code + 4 78216-7038		
5. Labor Organization Imposing the Trusteeship  Name Sheet Metal Workers AFL-CIO  File Number 000-073  P.O. Box, Building and Room Number, if any  Number and Street 1750 New York Ave., N.W.  City Washington State District of Columbia ZIP Code + 4 20006		
6. List the article(s) and section(s) of the constitution which specifically authorize imposition of the trusteeship:  Sheet Metal Workers' International Association's Constitution and Ritual, Article 3, Section 2c.		

## Signatures

Each of the undersigned, duly authorized officials of the labor organization imposing the trusteeship over the above labor organization, declares, under penalty of perjury and other applicable penalties of law, that all of the information submitted in this report (including the information contained in any accompanying documents) has been examined by the signatory and is, to the best of the undersigned's knowledge and belief, true, correct, and complete. (See the section on penalties in the instructions.)

24. Signed Joseph J. Nye  
President

President  
(if other title,  
see instructions.)

26. Signed Jim McFate  
Trustee

Trustee  
(if other title,  
see instructions.)

On 5/21/13 202-662-0842  
Date Telephone Number

On 05/20/2013 210-289-5006  
Date Telephone Number

25. Signed Joseph J. Nye  
Treasurer

Treasurer  
(if other title,  
see instructions.)

27. Signed B. J. Pugh  
Trustee

Trustee  
(if other title,  
see instructions.)

On 5/21/13 202-662-0845  
Date Telephone Number

On 5-20-13 949-204-7078  
Date Telephone Number

## 7. Check the reason(s) for establishing or continuing the trusteeship:

- ☒ a. To correct corruption or financial malpractice.
- ☐ b. To assure the performance of collective bargaining agreements or other duties of a bargaining representative.
- ☐ c. To restore democratic procedures.
- ☐ d. Other. \_\_\_\_\_

## 8. Provide a detailed statement which explains each reason checked in Item 7, above.

After investigation by International Staff, the Local was found to be negligent in their filings with the IRS and there is reasonable belief that at least one employee may have embezzled Union funds. The investigation revealed the Local had failed to file its IRS 940-2010, IRS 940-2011, IRS 941-2010-4th qtr, IRS 941-2011-1st qtr, and IRS 941-2011-4th qtr reports; to which the IRS has sent notice to the Local Union that failure to respond timely to their notice could result in seizure of assets and property. In addition, there is reasonable belief that embezzlement may exist. In the investigation, cash payments made by members were receipted on temporary receipts, however the money does not appear to have been deposited into the Union's bank accounts, nor had the temporary receipts been converted to permanent Official Receipts.

## 9. During the period covered by this report

- a. Did a convention or other policy-determining body meet to which the trustee labor organization sent delegates or would have sent delegates if not in trusteeship?

☐ Yes ☒ No

(if the answer is "Yes," complete and file Form LM-15A.)

- b. Did the labor organization imposing the trusteeship hold an election of officers?

☐ Yes ☒ No

(If the answer is "Yes," complete and file Form LM-15A.)

Name of Labor Organization Held In Trusteeship Sheet Metal Workers AFL-CIO, Local 67	File Number 005-599
---	------------------------

Statement of Assets and Liabilities (Complete for Initial Report Only)					
Assets as of Date Trusteeship Imposed			Liabilities as of Date Trusteeship Imposed		
Item	From Sch. #	Amount	Item	From Sch. #	Amount
10. Cash		2,005,283	18. Accounts Payable		0
11. Accounts Receivable		0	19. Loans Payable	6	0
12. Loans Receivable	1	0	20. Mortgages Payable		0
13. U.S. Treasury Securities		0	21. Other Liabilities	4	0
14. Investments	2	0	22. TOTAL LIABILITIES		0
15. Fixed Assets	5	51,489	23. NET ASSETS (Item 17 less Item 22)  2,157,663		
16. Other Assets	3	100,891			
17. TOTAL ASSETS		2,157,663			

Schedule 1 - Loans Receivable (See Instructions for Item 12)		
(A) Name of officer, employee, member, or business enterprise	(B) Purpose of loan, security, if any, and terms for repayment	(C) Amount
1. None	N/A	0
2.		
3.		
	4. Total from additional pages (if any)	0
	5. Total of loans not listed above	0
	6. Total of Lines 1 through 5	0

Schedule 2 - Investments (See Instructions for Item 14)		Schedule 3 - Other Assets (See Instructions for Item 16)	
(A) Description	(B) Amount	(A) Description	(B) Book Value
<b>Marketable Securities:</b>		1. Prepaid Per Capita (SMW)	100,891
1. Total Cost	0	2.	
2. Total Book Value	0	3.	
3. List each marketable security that has a book value over \$1,000 and exceeds 20% of Line 2.		4.	
		5.	
(a)	0	6.	
(b)	0	7. Total from additional pages (if any)	0
(c) Total from additional pages (if any)	0	8. Total of Lines 1 through 7	100,891
<b>Other Investments:</b>		<b>Schedule 4 - Other Liabilities (See Instructions for Item 21)</b>	
4. Total Cost	0	(A) Description	(B) Amount
5. Total Book Value	0	1. None	0
6. List each other investment which has a book value over \$1,000 and exceeds 20% of Line 5. Also list each subsidiary or trust which is an investment.		2.	
		3.	
(a)	0	4.	
(b)	0	5.	
(c) Total from additional pages (if any)	0	6.	
7. Total of Lines 2 and 5	0 0	7. Total from additional pages (if any)	0
		8. Total of Lines 1 through 7	0

Name of Labor Organization Held In Trusteeship Sheet Metal Workers AFL-CIO, Local 67	File Number 005-599
---	------------------------

Schedule 5 - Fixed Assets (See instructions for Item 15)				
(A) Description	(B) Cost or Other Basis	(C) Total Depreciation or Amount Expensed	(D) Book Value	(E) Fair Market Value
1. Land (give location)				
None	0		0	0
2. Total from additional pages (if any)	0	0	0	0
3. Buildings (give location)				
None	0	0	0	0
4. Total from additional pages (if any)	0	0	0	0
5. Automobiles and Other Vehicles	138,972	110,472	28,500	25,000
6. Office Furniture and Equipment	25,869	25,869	0	3,500
7. Other Fixed Assets	96,190	73,201	22,989	23,000
8. Total of Lines 1 through 7	261,031	209,542	51,489	51,500

Schedule 6 - Loans Payable (See Instructions for Item 19)		
(A) Source	(B) Amount	
1. None	0	
2.		
3.		
4.		
5. Total from additional pages (if any)		0
6. Total of Lines 1 through 6		0