

**Finance, Expenditure and Legal
Subcommittee Meeting Minutes
July 9, 2013**

A meeting of the Pappio-Missouri River Natural Resources District's Finance, Expenditure and Legal Subcommittee was held at the Natural Resources Center, 8901 South 154th Street, Omaha, NE, on July 9, 2013. The meeting was called to order by Chairperson Tesar at 8:07 p.m.

Quorum Call: Quorum call was taken. The following subcommittee members were in attendance.

Subcommittee Present	Members	Subcommittee Members Absent	Other Directors Present	Others in Attendance
John Conley		Fred Conley *	Patrick Bonnett	John Winkler
Curt Frost			Scott Japp	Marlin J. Petermann
Ron Woodle				Paul Peters
Jim Thompson (Vice-Chair)				Jean Tait
Rich Tesar (Chairperson)				Heather Borkowski
				Jim Becic
				Gerry Bowen
				Martin Cleveland
				Emmett Egr
				Amanda Grint
				Brian Henkel
				Carey Fry
				Lori Laster
				Zach Nelson
				Terry Schumacher
				Barb Sudrla
				Bill Brush
				Parker Schenken
				Dan Smith

* Absence

** Alternate Voting Member

Adoption of Agenda

- **It was moved by Director Thompson and seconded by Director John Conley that the agenda be adopted.**

Roll call was taken on the motion. The motion carried on a vote of 5 to 0.

Voting Yea: John Conley, Frost, Thompson, Woodle, Tesar
 Voting Nay: None
 Abstaining: None
 Absent: Fred Conley
 Excused Absence: Fred Conley

Proof of Publication: Public notice of the meeting was posted at all District offices and published in the Omaha World-Herald on July 4, 2013. The proof of publication affidavit is included with the file copy of these minutes.

1. Review and Recommendation on Amendment to Flood Control and Water Quality Enhancement Bond Series 2013B, John Winkler, Parker Schenken, and Dan Smith:

John Winkler, Parker Schenken from Baird Holm LLP, and Dan Smith from DA Davidson, briefed the Subcommittee on the fluctuation of interest rates that occurred the day after the Board approved the \$42,600,000 in Flood Control and Water Quality Enhancement Bonds for the Papio Dam Site 15A. Due to that fluctuation, the maximum interest rate included in the bond resolution was insufficient to cover current market rates. There was discussion.

- **It was moved by Director John Conley and seconded by Director Thompson that the Subcommittee recommend to the Board that the District approve the amendment to Flood Control and Water Quality Enhancement Bond Series 2013B for the Papio Dam Site 15A Project, subject to changes deemed necessary by the General Manager and approval as to form by District Legal Counsel.**

Roll call was taken on the motion. The motion carried on a vote of 4-yea and 1-abstention.

Voting Yea: John Conley, Thompson, Woodle, Tesar
Voting Nay: None
Abstaining: Frost
Absent: Fred Conley
Excused Absence: Fred Conley

2. Review and Recommendation on Account Over 110% Groundwater Management Plan – Professional Services (01-05-184-4400), Brian Henkel:

Brian Henkel updated the Subcommittee on the professional services that caused account 01-05-184-4400 to go over 110% of budget. There was discussion.

- **It was moved by Director John Conley and seconded by Director Woodle that the Subcommittee recommend to the Board that account 01-05-184-4400 be allowed to exceed 110% of the budgeted amount.**

Roll call was taken on the motion. The motion carried on a vote of 5 to 0.

Voting Yea: John Conley, Frost, Thompson, Woodle, Tesar
Voting Nay: None
Abstaining: None
Absent: Fred Conley
Excused Absence: Fred Conley

3. Review and Recommendation on Account Over 110% Communications NRC (01-01-402-4520), Bill Brush:

Bill Brush updated the Subcommittee on the Communications NRC expenditures that caused account 01-01-402-4520 to go over 110% of budget. There was discussion.

- **It was moved by Director Thompson and seconded by Director John Conley that the Subcommittee recommend to the Board that account 01-01-402-4520 be allowed to exceed 110% of the budgeted amount.**

Roll call was taken on the motion. The motion carried on a vote of 5 to 0.

Voting Yea: John Conley, Frost, Thompson, Woodle, Tesar

Voting Nay: None
Abstaining: None
Absent: Fred Conley
Excused Absence: Fred Conley

4. Review and Recommendation on FY 2014 Budget – Draft 1, John Winkler:

a. Review FY 2014 Budget – Draft 1

General Manager Winkler presented the first draft of the District’s Fiscal Year 2014 budget. No action is required at this time. The second draft of the budget will be presented in August and the budget will be adopted in September.

There was discussion. No action was taken.

b. Review and Recommendation of 1% Increase to the Budgeted Restricted Funds for Lid Calculation

General Manager Winkler reviewed the optional 1% increase to the restricted funds authority with the Directors and explained how it was to be used if approved. There was discussion.

- **It was moved by Director Thompson and seconded by Director John Conley that the Subcommittee recommends to the Board that the following resolution be adopted:**

BE IT RESOLVED THAT the Board of Directors of the Papio-Missouri River NRD approves an additional increase of 1% in the Total Restricted Funds Authority, pursuant to Neb. Rev. State. §§ 13-518 through 13-522.

Roll call was taken on the motion. The motion carried on a vote of 3-yea and 2-nay.

Voting Yea: John Conley, Thompson, Tesar
Voting Nay: Frost, Woodle
Abstaining: None
Absent: Fred Conley
Excused Absence: Fred Conley

Adjournment: Being no further business, the meeting adjourned by acclamation at 8:54 p.m.