Finance, Expenditure & Legal Subcommittee Meeting
July 7, 2009
7:00 p.m.
(Or immediately following the PPO Subcommittee meeting)

Agenda

Finance, Expenditure & Legal Subcommittee Members:
   Rich Tesar, Chairperson
   Rick Kolowski, Vice-Chairperson
   Larry Bradley
   John Conley
   Dorothy Lanphier

Alternate Members:   Fred Conley
                     Jim Thompson
                     Jerry Herbster
                     Carey Fry
                     Brian Henkel
                     Lori Laster *

1. Meeting Called to Order – Chairperson Tesar
2. Notification of Open Meetings Act Posting and Announcement of Meeting Procedure – Chairperson Tesar
3. Quorum Call
4. Adoption of Agenda
5. Proof of Publication of Meeting Notice
6. Review and Recommendations on FY 2010 Budget – John Winkler

   NOTE: Dates to Remember for P-MRNRD FY 2010 Budget:
   ➢ Public Input Meeting at July 9, 2010 Board Meeting
   ➢ Budget Hearing and Adoption of FY 2010 Budget at August 13, 2009 Board Meeting
   ➢ Set Tax Levy for FY 2010 at September 10, 2009 Board Meeting

7. Review and Recommendation on Accounts Over 110%: - Acct # - 010100 4636 – Maintenance – Dakota County Service Center
8. Adjourn
MEMORANDUM

TO: Finance, Expenditures and Legal Subcommittee

SUJECT: FY 2010 Budget – Draft 2

DATE: July 2, 2009

FROM: John Winkler, General Manager

Since the June 11, 2009 Board meeting there have been some changes to FY 2010 revenue and expenditure numbers. I have listed these adjustments separately for your review:

Adjustments

*Italicized = Revenue Accounts*

Regular print = Expense Accounts

<table>
<thead>
<tr>
<th>Page #</th>
<th>Acct. #</th>
<th>Description</th>
<th>Draft 1</th>
<th>Draft 2</th>
<th>Cuts (-) Adds (+)</th>
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<tbody>
<tr>
<td>Page 1</td>
<td></td>
<td>Cash on Hand</td>
<td>$11,800,000</td>
<td>$11,196,643</td>
<td>-$603,643</td>
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<td>Page 9</td>
<td>3130</td>
<td>Western Sarpy/Clear Creek – County and NRD Reimbursement</td>
<td>$533,080</td>
<td>$468,000</td>
<td>-$65,000</td>
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<td>Page 10</td>
<td>4479</td>
<td>Project Maintenance – Contract Work</td>
<td>$3,315,000</td>
<td>$3,170,000</td>
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<td>Page 13</td>
<td>3010</td>
<td>NRCS Cost Share – Cambridge Oaks Urban Drainageway Project</td>
<td>$0</td>
<td>$417,000</td>
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<td>Page 13</td>
<td>4383</td>
<td>Urban Drainageway Project – Omaha (Cambridge Oaks - $550,000) carry over</td>
<td>$1,662,9970</td>
<td>$2,212,997</td>
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<td>Page 13</td>
<td>4383</td>
<td>Urban Drainage Project – Hell Creek SID project cancelled</td>
<td>$1,862,997</td>
<td>$1,662,997</td>
<td>-$200,000</td>
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<td>Page 15</td>
<td>4488</td>
<td>Groundwater Management Plan – Deleted USGS Farm Process MODFLOW model</td>
<td>$80,000</td>
<td>$25,000</td>
<td>-$55,000</td>
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<td>Page 16</td>
<td>4387</td>
<td>Rec Area Development Program – Add Papillion $35,800 (carry over)</td>
<td>$411,840</td>
<td>$447,640</td>
<td>+$35,800</td>
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<td>Page 17</td>
<td>4410</td>
<td>Trails – Construction – Keystone East lowered $400,000</td>
<td>$3,650,000</td>
<td>$3,250,000</td>
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<td>Page 20</td>
<td>4410</td>
<td>Missouri River Corridor Project – Construction – Bellevue Riverfront Development - 1st of 2 payments.</td>
<td>$4,188,000</td>
<td>$3,938,000</td>
<td>-$250,000</td>
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Budget Assumptions:

- 2.5% increase in valuations is used to calculate the tax levy. The District has received a preliminary valuation from Sarpy County reflecting a 2.02% increase. Final valuations are not available until mid August. Last year’s valuation increase was 4.18%.

- $500,000 budgeted for Necessary Cash Reserve

- $11,196,357 estimated for General Cash on Hand as of June 30, 2009.

- The expense and revenue figures used are as of June 30, 2009, but do not reflect final figures. Final figures will not be available until after the July 9th Board meeting when June expenditures are approved.

Once again, I would like to point out that there are still several unknowns, i.e., final revenues/expenditures, cash on hand, Treasurer’s balance, valuations, final IPA budgets, etc.

NOTE: Dates to Remember for P-MRN RD FY 2010 Budget:

- Public Input Meeting at July 9, 2009 Board Meeting
- Budget Hearing and Adoption of FY 2010 Budget at August 13, 2009 Board Meeting
- Set Tax Levy for FY 2010 at September 10, 2009 Board Meeting

It is management’s recommendation that the Subcommittee recommend to the Board that the draft FY 2010 budget, as presented at this meeting, be approved as the proposed budget of the District and presented for public hearing and final consideration at the August 13, 2009 meeting of the Board of Directors, with the provision that the General Manager be authorized to make necessary adjustments once final figures are available, to achieve compliance of state statutes regarding the lid.
MEMORANDUM

TO: Finance, Expenditures and Legal Subcommittee

SUBJECT: Accounts Over 110%: - Acct # - 010100 4636 – Maintenance – Dakota County Service Center

DATE: July 2, 2009

FROM: John Winkler, General Manager

District Policy 1.5 FEL Subcommittee – Budgetary Oversight states, “If, at any time during the fiscal year, the District expenditures from any budgetary account, for which more than $10,000 was budgeted for that fiscal year, exceed the amount budgeted by more than 10%, the chairperson of the FEL Subcommittee may call a meeting of such Subcommittee to consider recommendations to the Board with respect to such accounts.”

Pursuant to this policy the following account is submitted for review:

| Acct. # 01 01-00 4636 Maintenance – Dakota County Service Center | The Natural Resources Conservation Service requires measures to provide security in the office after the Farm Service Agency moved to a new location as part of the USDA office closures. An architect has been hired and has been paid to design the work. The construction is estimated to be $18,000. All or part of the costs will be reimbursed to the District by the NRCS. This is an unexpected expense. |

It is recommended that the Subcommittee recommend to the Board that the following accounts be allowed to exceed 110% of the budgeted amount:

- Acct # - 010100 4636 – Maintenance – Dakota County Service Center