

**Finance, Expenditure & Legal  
Subcommittee Meeting  
November 16, 2004  
7:00 p.m.  
Agenda**

**Finance, Expenditure & Legal Subcommittee Members:**

Dick Connealy, Vice-Chairperson

John Conley

Barb Nichols

Jim Thompson

Alternate Members: Joe Neary

Staff Liaison: Jim Becic \*  
Martin Cleveland  
Jack Lawless  
Dick Sklenar  
Trent Heiser

1. Meeting Called to Order – Vice-Chairperson Connealy
2. Quorum Call
3. Adoption of Agenda
4. Proof of Publication of Meeting Notice
5. Review and Recommendation on P-MRNRD 2004 Audit – Jerry Bland and Mike Pruss, Bland Associates, and Jack Lawless
6. Review and Recommendation on Interim Financing for Washington County Rural Water #2 – Dick Sklenar
7. Review and Recommendation on West Branch Channel Project (90th Street to Giles Road) Right of Way Acquisition [*Executive Session*] – Carl Hibbeler, Midwest Right-of-Way Services, and Martin Cleveland
8. Review and Recommendation on Western Sarpy/Clear Creek Flood Reduction Project – Sarpy County Side Riverside Cabins Purchase Agreements [*Executive Session*] – Carl Hibbeler, Midwest Right-Of-Way Services, Paul Peters, Marlin Petermann and Martin Cleveland
9. Other Items of Interest
10. Adjourn

To: FEL Subcommittee  
Subject: FY 2004 Audit  
Date: November 2, 2004  
From: Jack Lawless

**It is staff's recommendation that the FEL Subcommittee recommend to the Board of Directors that barring any contingent liability discovered in the attorney's letter, the FY2004 Audit Report and management letter, prepared by Bland and Associates, be accepted and that the General Manager be directed to file an authenticated copy of the audit report with the Nebraska Auditor of Public Accounts and the Nebraska Natural Resources Commission.**

## MEMORANDUM

**TO:** Finance, Executive and Legislative Subcommittee

**DATE:** November 8, 2004

**SUBJECT:** Interim Financing for Development of Washington County Rural Water Project #2

**FROM:** Dick Sklenar

Until such time as revenue bonds are issued in late 2005 for financing Washington County Rural Water Project #2 construction costs, it will be necessary to provide interim financing for the development of the utility. Currently, all invoices for construction activities are being paid by from the collection of hookup fees submitted by property owners. It is expected that interim financing will be necessary no earlier than December 2004 or January 2005.

The Staff contacted Wells Fargo Bank last month about this issue, indicating a need for a line of credit to temporarily borrow about \$3.3 million during the construction period. The funds would be borrowed in sufficient increments so as to pay monthly invoices. Mr. Jeff Jurgensen of Wells Fargo Bank responded that an interim loan interest rate would range from 2.74% to 2.94% for the period.

**Management recommends that the Subcommittee recommend to the Board of Directors that a line of credit be acquired from Wells Fargo Bank for interim financing up to \$3.3 million regarding the construction of the Washington County Rural Water Project #2.**

Memo(s) for the following agenda item(s) are posted under “Confidential” on the District’s website at [www.papionrd.org](http://www.papionrd.org).

Agenda Item #7: Review and Recommendation on West Branch Channel Project (90<sup>th</sup> Street to Giles Road) Right of Way Acquisition [*Executive Session*]

Agenda Item #8 Review and Recommendation on Western Sarpy/Clear Creek – Sarpy County Side Riverside Cabins Purchase Agreement [*Executive Session*]  
**This will be posted as soon as it is available.**