

LAW OFFICES
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CHILDERS & McCORMACK**
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EUGENE L. HILLMAN*
LARRY R. FORMAN
EMMETT D. CHILDERS
PATRICIA McCORMACK
*ALSO ADMITTED IN COLORADO

OF COUNSEL
WILLIAM J. ELDER*
DENNIS J. MULLIN
JOHN R. McCORMACK
(1910 - 1999)

May 5, 2014

Ms. Debra J. Houghtaling
Sarpy County Clerk
1210 Golden Gate Drive, Suite 1118
Papillion, NE 68046-2895

Re: SID 162

Dear Debra:

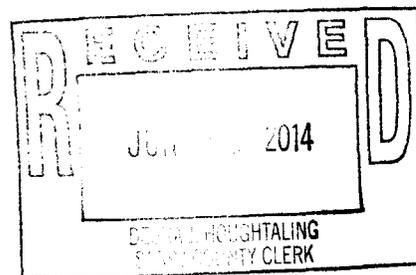
Enclosed please find a copy of the proceedings of the May 22, 2014 meeting of the Board of Trustees of SID 162.

Very truly yours,



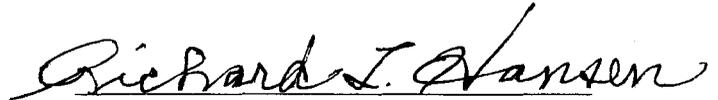
Larry R. Forman

LRf:sr
Encl.

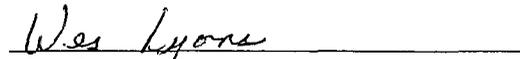


ACKNOWLEDGMENT OF RECEIPT OF NOTICE OF MEETING

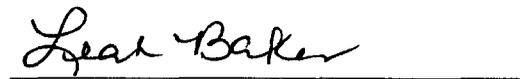
The undersigned Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska, hereby acknowledge receipt of advance notice of a meeting of the Board of Trustees of said District and the agenda for such meeting held at 3:00 o'clock p.m. on Thursday, May 22, 2014, at Chalco Hills Recreation Area Visitors Center, Board Room, 8901 South 154th Street Omaha, Nebraska.


Richard L. Hansen


Nancy Wackerhagen


Wes Lyons


Jim Nichols


Leah Baker

CERTIFICATE

The undersigned hereby certify that they are the Chairman and Clerk of Sanitary and Improvement District Number 162 of Sarpy County, Nebraska, (the "District") and hereby further certify as follows:

1. Annexed to this certificate is a true and correct transcript of the proceedings of the Board of Trustees of the District relating to a meeting of said District held on the date at the time reflected in the meeting minutes contained in said foregoing transcript (the "Meeting"). All of the proceedings of the District and of the Board of Trustees thereof which are set out in the annexed and foregoing transcript have been fully recorded in the journal of proceedings of the District and the undersigned District Clerk has carefully compared the annexed and foregoing transcript with said journal and with the records and files of the District which are in such Clerk's official custody and said transcript is a full, true and complete copy of said journal, records and files which are set out therein.

2. Advance notice for the Meeting was given by publication as set forth in the affidavit of publication contained in the foregoing transcript and was mailed to the Clerk of the municipality or county within whose zoning jurisdiction the District is located at least seven days prior to the date of the Meeting. Advance notice for the Meeting, including notice of agenda subjects, was given to all members of the Board of Trustees. All news media requesting notification of meetings of said body were provided with advance notice of the times and places of such meetings and the subjects to be discussed.

3. All of the subjects addressed at the Meeting were contained in the agenda for the Meeting, which agenda was kept continually current and readily available for public inspection at the address listed in the meeting notice for the Meeting and a copy of which is attached to this Certificate; such subjects were contained in said agenda for at least 24 hours prior to the Meeting and each agenda item was sufficiently descriptive to give the public reasonable notice of the matters to be considered at the Meeting.

4. A current copy of the Nebraska Open Meetings Act was available and accessible to members of the public, posted during the Meeting in the room in which such Meeting was held and all in attendance at the Meeting were informed that such copy of the Nebraska Open Meetings Act was available for review and were informed of the location of such copy in the room in which such Meeting was being held. At least one copy of all resolutions and other reproducible written materials, for which actions are shown in said proceedings, was made available for examination and copying by members of the public at the Meeting.

5. The minutes of the Meeting were in written form and available for public inspection within ten (10) working days after the Meeting or prior to the next convened meeting, whichever occurred earlier, at the office of the District; within thirty (30) days after the date of the Meeting, a copy of the minutes of the Meeting was sent to the Clerk of the municipality or county within whose zoning jurisdiction the District is located.

6. No litigation is now pending or threatened to restrain or enjoin the District from the issuance and delivery of any warrants or other obligations issued by the District or the levy and collection of tax or other revenues or relating to any of the improvements for which any such warrants or other obligations were or are issued nor in any manner questioning the proceedings and authority under which any such warrants or other obligations were or are issued or affecting the validity thereof; neither the corporate existence or boundaries of the District nor the title of its present officers to their respective offices is being contested; no authority or proceedings for the issuance of any warrants or other obligations by the District have been repealed, revoked or rescinded as of the date hereof. All actions taken by the Board of Trustees referred to in said transcript were taken at a public meeting while open to the attendance of the public.

IN WITNESS WHEREOF, we have hereunto affixed our official signatures this 9th day of June, 2014.


Chairman


Clerk

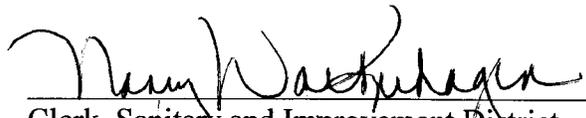
**AGENDA FOR MEETING OF BOARD OF TRUSTEES OF
SANITARY AND IMPROVEMENT DISTRICT NO. 162
OF SARPY COUNTY, NEBRASKA**

Agenda for meeting of Board of Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska on May 22, 2014, at 3:00 p.m. at the Chalco Hills Recreation Area Visitors Center, Board Room, 8901 South 154th Street, Omaha, Nebraska.

1. Call Meeting to Order and Roll Call.
2. Announcement in Compliance with Open Meetings Act.
3. Approval of Minutes of April 24, 2014 Meeting.
4. Engineer's Report
 - A 2014 Millard Park Paving Repairs
 - B Mission Creek Channel Re-establishment Project Phase III
5. Resident Concerns.
6. Attorney's Report
 - A. Sidewalk Repair at 16415 Josephine
 - B. Temporary Use Permit Issues
 - C. Selection of New Accountant
 - D. Bulk Permit Renewal
7. Budget Tracking
8. Payment of Bills
9. Set Date for Next Meeting

CERTIFICATE

The undersigned Clerk of the above-designated District certifies that the foregoing agenda was prepared and available for public inspection at the address shown in the notice of the meeting prior to the commencement of the meeting and no items were added to the agenda after the commencement of the meeting.



Clerk, Sanitary and Improvement District
No. 162 of Sarpy County, Nebraska

**SANITARY AND IMPROVEMENT DISTRICT NO. 162
OF SARPY COUNTY, NEBRASKA**

**Minutes of Meeting of Board of Trustees
May 22, 2014**

A meeting of the Board of Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska was convened in open and public session on May 22, 2014 at 3:00 p.m. at Chalco Hills Recreation Area Visitor's Center, 8901 South 154th Street, Omaha, Nebraska.

Present were: Chairman Richard L. Hansen, Clerk Nancy Wackerhagen and Trustees Wes Lyons, Jim Nichols and Leah Baker.

Absent: None.

Also present: Engineer Bill Glismann and Attorney Larry Forman.

Notice of the meeting was given in advance thereof by publication in the Papillion Times on May 21, 2014, and the attorney presented proof of publication of said notice, a copy of said proof being attached to these minutes. Advance notice was also given to the members of the Board of Trustees and a copy of their acknowledgment of receipt of such notice is attached to these minutes. Notice was also given to the County Clerk of Sarpy County, Nebraska per the attached Certificate of the Clerk of the District. Availability of the agenda was communicated in the advance notice and in the notice given to the Board of Trustees and to the County Clerk. All proceedings hereafter shown were taken while the meeting was open to the attendance of the public.

The Chairman called the meeting to order and the Clerk called the roll of Board members.

The Chairman stated the next item of business on the agenda was an announcement in compliance with the Nebraska Open Meetings Act. He stated that in compliance with the provisions of the Act, a copy of the Nebraska Open Meetings Act was available for inspection at the table around which the Trustees were seated.

The Chairman stated that the next item of business on the agenda was approval of the minutes of the April 24, 2014 meeting of the Board of Trustees. After brief discussion, the minutes of that meeting were approved as submitted.

The Chairman stated the next item of business on the agenda was the Engineer's report. Bill Glismann distributed to the Trustees copies of his Engineering Status Report dated May 22, 2014, a copy of which is attached to these minutes, and reported as follows:

A. Millard Park Paving Repair 2014. Attorney Larry Forman distributed to the Trustees copies of the Notice to Contractors published in the Papillion Times on May 7 and May 14, 2014, a copy of such proof of publication being attached to these minutes. Mr. Glismann stated that the bids on this project will be received until 10:30 a.m. on May 28, 2014. He stated that Swain Construction has picked up plans and other contractors have indicated that they will be doing so in the next few days. The Clerk reminded the Engineer and the Trustees that the successful bidder for this work will need to be required to clean up concrete dust to avoid a situation similar to that encountered in 2013 when concrete dust was allowed to become a nuisance when exposed to rain. Discussion continued regarding timing for the opening of bids, with the Trustees concluding that they would like to proceed with an email vote to approve the low qualified bidder as recommended by the Engineer so that contract documents can be prepared and a notice to proceed can be executed to allow the repair work to proceed at a more rapid rate than if the award was delayed until the next meeting of the Board. Thereafter, upon motion duly made, seconded and roll call vote taken in open session convened, the votes being as follows:

Richard L. Hansen	- Aye
Nancy Wackerhagen	- Aye
Wes Lyons	- Aye
Jim Nichols	- Aye
Leah Baker	- Aye

the following resolution was adopted:

RESOLVED, that the Board of Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska does hereby elect to notify the District's Engineers by email vote of their selection for the contractor selected to perform the work designated Millard Park Pavement Repair 2014, with the District's Engineer emailing bid tabulations and a recommendation of award to the Board members as soon as practicable after the bid opening on May 28, 2014, with the Engineer being directed to immediately notify the low qualified bidder of its selection as the contractor to perform the subject work and with the Engineer being directed to proceed forthwith with preparation of contact documents and a notice to proceed.

B. Mission Creek Channel Re-establishment Project Phase III. Mr. Glismann stated that after a portion of the gabion wall had collapsed after being inundated by a concentration of water from the north, attempts had been made to repair the wall and restore it to its prior condition but those efforts were unsuccessful since the beams attached as part of the wall structure had bent under the pressure of the water. He stated that consideration is being given to anchoring the wall back in place with manta-ray anchors but there is concern that those devices may exacerbate the situation, further collapsing the wall. More information will be available in the next few days at which point a decision can be made as to how to proceed with this situation. It appears that some of the erosion adjacent to the gabion wall may have been the result of delays in the final grading. Repairs to the wall may entail installation of Type "C" riprap or installation of a material called Flexomat. Mr. Glismann added that timing of the recent storm was also a factor since if vegetation in the area had had an opportunity to take root, the velocity of the water might have been reduced and the water might have been defused rather than being concentrated in the area of the failure. Mr. Glismann stated that at this point, barring another heavy rain event, completion of reconstruction of the gabion wall may take a week, with a couple additional days to complete seeding and the planting of trees. He added that owners of property adjacent to the channel are being kept apprised of the District's progress and the Engineers are monitoring any damage to sprinkler systems so that any components damaged can be replaced.

The Chairman stated that the next item of business on the agenda was resident concerns.

A. The attorney stated that he had been contacted by Mario Mandolfo, owner of the property at 15903 Josephine, inquiring why no sidewalk or pathway had been installed in the strip of ground on the east side of his property providing access to the trail and the area adjacent to the creek. The Chairman stated that no sidewalk or pathway had been installed in that area similar to the pathways installed in similar accessways further to the west because when the area was inspected in anticipation of installing a pathway, it was determined that sprinkler heads had been installed in that space and the District did not want to take any measures which would have made it responsible for costs for repairing the sprinkler system. After additional discussion, the Trustees directed the Attorney to notify Mr. Mandolfo that if he will remove the sprinkler heads and cap the water lines within the strip of ground on the east side of his property, and if he will release the SID and hold it

harmless from any claim for damage to the sprinkler system, the District would be willing to install a walkway in that area similar to those installed in comparable areas further to the west to provide an additional means of access to the trail and the creek area.

B. A complaint has been lodged with regard to the condition of the private property on 164th Avenue adjacent to Harrison which is not being maintained and which has become a breeding ground for noxious weeds. The Chairman stated that he had advised the complaining party that the District was not authorized to perform mowing or other maintenance functions on private property but after brief discussion, the Trustees directed the Attorney to submit a letter to the property owner at 16436 Audrey Circle informing the owner that if the area is not promptly mowed and maintained in the future, the situation will be referred to the Sarpy County Noxious Weed authority for action.

C. Trustee Wes Lyons stated that a sizeable hole in the pavement in close proximity to his home was in need of immediate patching measures to eliminate a hazard to the motoring public. After brief discussion, upon motion duly made, seconded and roll call vote taken in open session convened, the votes being as follows:

Richard L. Hansen	- Aye
Nancy Wackerhagen	- Aye
Wes Lyons	- Aye
Jim Nichols	- Aye
Leah Baker	- Aye

the following resolution was adopted:

RESOLVED, that the Board of Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska does hereby authorize the District's Engineer to arrange for the services of a concrete or asphalt patching contractor to perform patching work forthwith on the existing hole in the pavement adjacent to the home of Trustee Wes Lyons.

D. The Trustees briefly discussed ways of making it easier for District residents to share their concerns with the Board if their schedule will not permit them to attend Board Meetings. After brief discussion, the Trustees directed the Attorney to insert an item in the next issue of the District newsletter inviting people with concerns who cannot physically attend scheduled Board meetings to submit their concerns in writing to a Board member or the Attorney in order that those concerns can be addressed at the next Board meeting.

The Chairman stated the next item of business on the agenda was the Attorney's report. Larry Forman reported as follows:

A. Sidewalk Repair at 16415 Josephine. Mr. Forman stated that a letter had been sent to the property owner on April 30, 2014 regarding the potentially hazardous situation created by the condition of the sidewalk in front of the home. The Trustees concluded that if this work is not performed by the property owner when the contractor is selected for performance of the pending paving repair project, the contractor will be instructed to include that segment of damaged sidewalk, with the costs associated with that work being the basis for a lien filed against the property. The Trustees directed the Attorney to notify the property owner by certified mail of this decision.

B. Temporary Use Permit Issues. The Attorney stated that a letter had been sent to the property owner at 16007 Josephine Street on March 31, 2014 directing removal of the playhouse/swingset from the adjacent common area. The Chairman stated that he had left a message with the property owner who requested that Terry Williams not move the equipment. Trustee Leah Baker stated that she had also talked with the property owner concerning this situation. The playhouse/swingset has now been removed from the common area.

C. Selection of New Accountant. Mr. Forman distributed to the Trustees copies of proposals from Ritterbush & Piotrowski, LLP and Dutton & Associates, PC. After review of the proposals and the qualifications of both firms, upon motion duly made, seconded and roll call vote taken in open session convened, the votes being as follows:

Richard L. Hansen	- Aye
Nancy Wackerhagen	- Aye
Wes Lyons	- Aye
Jim Nichols	- Aye
Leah Baker	- Aye

the following resolution was adopted:

RESOLVED, that the Board of Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska does hereby select the firm of Ritterbush & Piotrowski, LLP to perform audit and budget work for the District effective immediately in accordance with its proposal dated April 29, 2014, a copy of which is attached to these minutes.

The Clerk stated that she would notify Shirlee Vakoc of the selection of the new accounting firm so that Shirlee could coordinate her budget tracking work with persons at the new firm.

D. Bulk Mail Permit Renewal. The Attorney distributed to the Trustees copies of the bulk mail fee renewal notice from the Postal Service advising that the permit fee for the coming year starting July 5, 2014 will be \$220.00. After brief discussion, the Trustees directed the Attorney to advance that fee to the Postal Service for and on behalf of the District. On a related point, the Trustees directed the Attorney to begin numbering the pages on the newsletters published in the future.

The Chairman stated the next item of business on the agenda was budget tracking. The Trustees reviewed and briefly discussed the budget tracking report as submitted by Shirlee Vakoc on May 6, 2014, a copy of which is attached to these minutes, together with the County Treasurer's ledger reports dated May 5, 2014 for the District's general and construction funds, copies of which are also attached to these minutes.

The Chairman stated the next item of business on the agenda was payment of bills. The Chairman recommended payment of the following bills from the District's general fund:

Terry Hughes Tree Service - \$2,800.00 for tree removal
LS2 Lawn - \$2,532.08 for mowing & garbage collection
Hillman, Forman Law Firm - \$4,075.50 for legal fees & expenses

Upon motion duly made, seconded and roll call vote taken in open session convened, the votes being as follows:

Richard L. Hansen	- Aye
Nancy Wackerhagen	- Aye
Wes Lyons	- Aye
Jim Nichols	- Ays
Leah Baker	- Aye

the following resolution was adopted:

RESOLVED, by the Board of Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska, that the Chairman and Clerk be and they hereby are authorized and directed to execute and deliver Warrants No. 5848 through 5850 to the following payees and in the following amounts, said warrants to be drawn on the General Fund of the District and to draw interest at the rate of 7% per annum and to

be redeemed no later than three years from the date of issuance, subject to extension of said maturity date by order of the District Court of Sarpy County, Nebraska, after notice is given as required by law, to-wit:

#5848 Terry Hughes Tree Service - tree removal	\$2,800.00
#5849 LS2 Lawn Landscaping - Inv #145S162	\$2,532.08
#5850 Hillman, Forman - attorney fees and costs 5/6/14	\$4,075.50

The Clerk then presented the following statements for payment through the District's Construction Fund:

Ameritas Investment Corp - \$279.93 for placement fee
Great Western Bank - \$250.00 for registrar and paying agent

Upon motion duly made, seconded and roll call vote taken in open session convened, the votes being as follows:

Richard L. Hansen	- Aye
Nancy Wackerhagen	- Aye
Wes Lyons	- Aye
Jim Nichols	- Aye
Leah Baker	- Aye

the following resolutions were adopted:

RESOLVED, by the Board of Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska, that the Chairman and Clerk be and they hereby are authorized and directed to execute and deliver Warrants No. 5851 through 5852 to the following payees and in the following amounts, said warrants to be drawn on the Construction Fund of the District and to draw interest at the rate of 7% per annum and to be redeemed no later than five years from the date of issuance, subject to extension of said maturity date by order of the District Court of Sarpy County, Nebraska, after notice is given as required by law, to-wit:

#5851 Ameritas Invest. - placement fee #5842 - #5844 & 5852	\$279.93
#5852 Great Western Bank - registrar and paying agent	\$250.00

FURTHER RESOLVED by the Board of Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska, that both they and the District hereby find and determine and covenant, warrant and agree as follows: the improvements and/or facilities being financed or refinanced by the above warrants are for essential governmental functions and are designed to serve members of the general public on an equal basis; all said improvements have from the time of their first acquisition and

construction been owned, are owned and are to be owned by the District or another political subdivision; to the extent special assessments have been or are to be levied for any of said improvements, such special assessments have been or are to be levied under Nebraska law as a matter of general application to all property specially benefitted by said improvements in the District; the development of the land in the District is for residential or commercial use and the development of the land in the District for sale and occupation by the general public has proceeded and is proceeding with reasonable speed other than any incidental use for said improvements by a developer during the initial period of development of said improvements, there have been, are and will be no persons with rights to use such improvements other than as members of the general public; none of the proceeds of said Bonds or any refinanced indebtedness have been or will be loaned to any private person or entity; the District hereby authorized and directs the Chairperson or Clerk to file or cause to be filed, when due, an information reporting form pursuant to Section 149(e) of the Internal Revenue Code of 1986, as amended, pertaining to the above warrants, and the District does not reasonably expect to sell or otherwise dispose of said improvements and/or facilities, in whole or in part, prior to the last maturity of the above warrants.

BE IT FURTHER RESOLVED by the Board of Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska, that the District hereby covenants, warrants and agrees as follows: (a) to take all actions necessary under current federal law to maintain the tax exempt status (as to taxpayers generally) of interest on the above warrants; and (b) to the extent that it may lawfully do so, the District hereby designates the above warrants as its "qualified tax exempt obligation" under Section 265(b)(3)(B)(i)(III) of the Internal Revenue Code of 1986 as amended and covenants and warrants that the District does not reasonably expect to issue warrants or bonds or other obligations aggregating in the principal amount of more than \$10,000,000 during the calendar year in which the above warrants are to be issued.

BE IT FURTHER RESOLVED by the Board of Trustees of Sanitary and Improvement District No. 162 of Sarpy County, Nebraska that this and the preceding Resolutions are hereby adopted as the Certificate With Respect to Arbitrage of the District pertaining to the above warrants and the District and the Chairman and Clerk of the District hereby further certify, as of the date of the registration of the above warrants with the County Treasurer of Sarpy County, Nebraska as follows:

1. No separate reserve or replacement fund has been or will be established with respect to the above warrants. The District reasonably anticipates that monies in its bond fund reasonably attributable to the above warrants in excess of the lesser of: (a) 10% of the net principal proceeds of the above warrants, (b) the maximum annual debt service due on the above

warrants, or (c) 125% of average annual debt service due on the above warrants will be expended for payment of principal of and interest on the above warrants within 13 months after receipt of such monies. That amount which is currently held in the District's bond fund which exceeds the amount which is to be expended for payment of principal and interest on the above warrants within 13 months after receipt of such monies, plus that amount arrived at pursuant to the immediately preceding sentence, will not be invested in any securities or any other investment obligations which bear a yield, as computed in accordance with the actuarial method in excess of the yield on the above warrants.

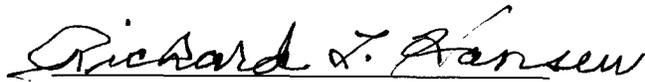
2. To the best of their knowledge, information and belief, the above expectations are reasonable.

3. The District has not been notified of any listing of it by the Internal Revenue Service as an issuer that may not certify its bonds.

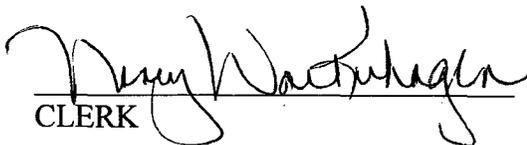
4. The Certificate is being passed, executed and delivered pursuant to Section 1.148-2(b)(2) of the Income Tax Regulations under the Internal Revenue Code of 1986, as amended.

The Chairman stated the next item of business on the agenda was setting the date for the next meeting of the Board. The next meeting of the Board will be held on Thursday, June 26, 2014 beginning at 2:30 p.m. at Chalco Hills Recreation Area Visitor's Center, Small Conference Room, 8901 South 154th Street, Omaha, Nebraska. In the meantime he will contact County Engineer Denny Wilson to determine which meeting Mr. Wilson would be willing to attend to discuss the Harrison Street improvement project.

Thereafter, there being no further business to come before the meeting, the same was adjourned.


CHAIRMAN

ATTEST:


CLERK

HGM ASSOCIATES, INC.

**ENGINEERING
STATUS REPORT**

**MILLARD PARK
SID No. 162**

BOARD MEETING 5/22/2014

Millard Park Pavement Repair 2014

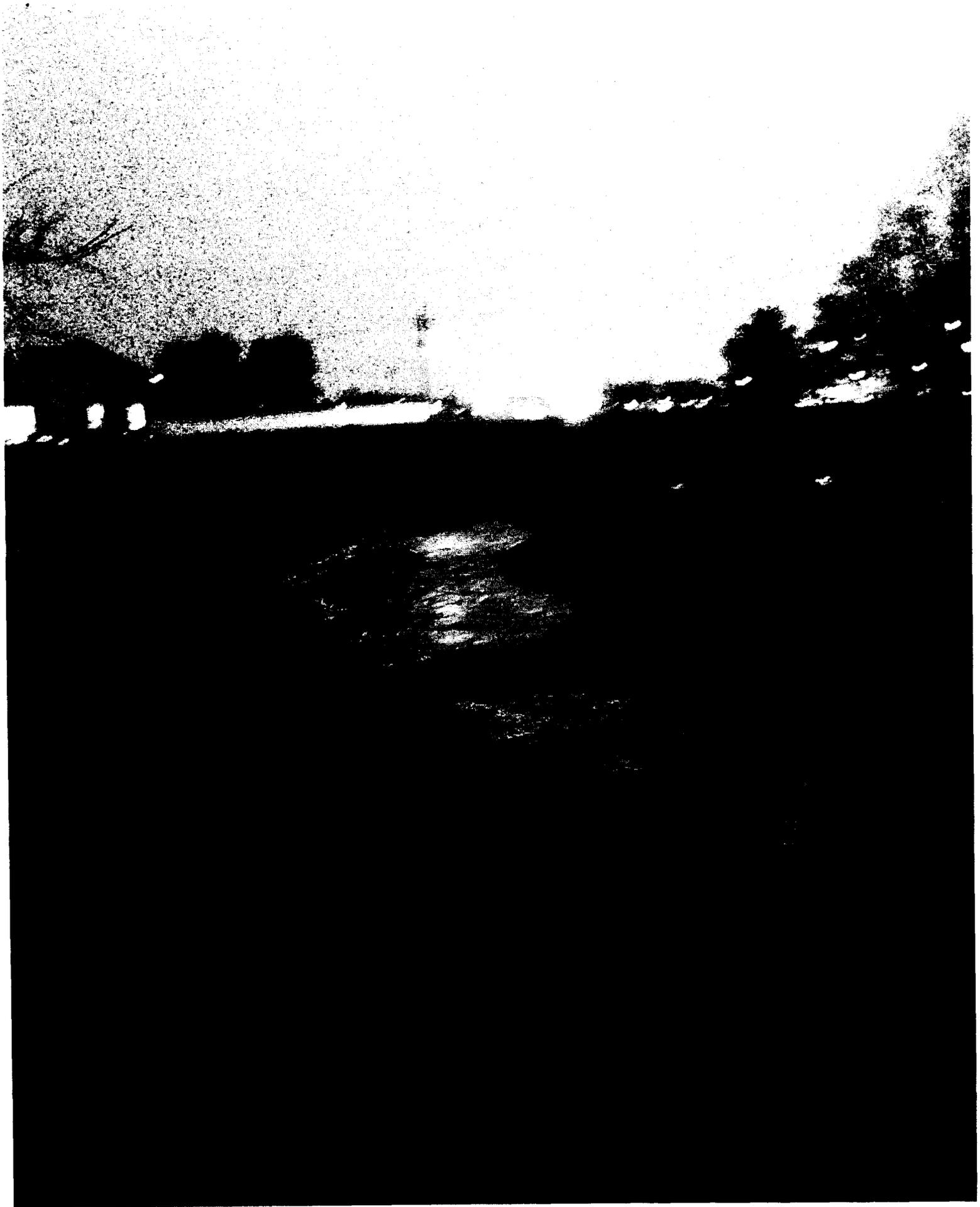
- Currently only Swain Construction has picked up plans for the project. We have e-mailed other contractors last week and have followed up with phone calls this week. Others have indicated they have indicated that they were interested.

Mission Creek Channel Phase 3

- Discussion of repair of Gabion Wall.
- The landscaping and final grading would take about a week to complete following the wall completion.
- Contacting adjacent homeowners with updates.









RITTERBUSH & PIOTROWSKI, L.L.P.
Certified Public Accountants

10846 Old Mill Road, Suite 1
Omaha, Nebraska 68154-2652
Telephone 402-896-1500
Fax 402-896-1726

April 29, 2014

Sanitary and Improvement District 162 of Sarpy County Nebraska
Board of Trustees
c/o Larry R. Forman, Attorney for the District
Hillman, Forman, Childers & McCormack
7171 Mercy Road, Suite 650
Omaha, NE 68106-2669

Dear Board of Trustees:

We would like to thank you for allowing us to bid on the District's audit and budget for year ended June 30, 2014.

We would prepare the audited financial statements for the year ended June 30, 2014 and the budget for the year ended June 30, 2015 for a maximum fee of \$5,350.00.

The audits shall be performed in accordance with generally accepted auditing standards (GAAS), generally accepted accounting principles (GAAP), Governmental Accounting Standards Board (GASB) and the provisions of Nebraska Regulations, Title 41-Auditor of Public Accounts, and Nebr. Rev. Stat. 84-304 et seq.

Below is a profile of our firm and qualifications for this engagement.

Profile of Firm

Ritterbush & Piotrowski, L.L.P. is a local firm, in Omaha, Nebraska. Virgil J. Goracke, the founding member of the firm, started the practice as a sole proprietor in 1970.

The firm has two partners, seven professional staff, (two managers, two supervisors, a senior and two staff) and an office manager. The firm has extensive experience in governmental activities as detailed below.

Our firm has had eight peer reviews under the AICPA Quality Review Program. We received clean opinions on all reviews. We are attaching a copy of the review report from our most recent review.

Qualifications of Firm

The contact person for the audit and partner in charge of the audit will be Paul F. Piotrowski, CPA. Mr. Piotrowski has 35 years of experience in governmental audits and SID's. Pat Labenz, CPA, manager with the firm, has 38 years of governmental audit experience. Both have

worked on county, school and city audits during those years. Brandon Jacobsen, CPA, 6 years experience has also worked on SID audits and other government entities. The following is a listing of the Firm's related audit experience:

SID's

- 6 in Sarpy County
- 5 in Douglas County
- 1 in Cass County

Counties

- Keya Paha County (1991-97, 2002 to present)
- Rock County (1994 to present)
- Washington County (1991-1994; 2001-2010, 2012 to present)
- Burt County (2012 to present)

School Districts

- Blair Community Schools
- Elkhorn Public Schools
- Tekamah-Herman Schools

Cities/Villages

- Village of Dodge
- City of Scribner
- City of Syracuse
- Tekamah Airport Authority

Please contact us if you have any questions.

Sincerely,



Paul F. Piotrowski
Partner

123 West Water Street
P.O. Box 507
Decorah, Iowa 52101
Telephone 563 382-3637
Fax 563 382-5797

HACKER, NELSON & CO., P.C.
Certified Public Accountants
And Business Consultants

www.hackernelson.com

9 North Locust Avenue
P.O. Box 529
New Hampton, Iowa 50659
Telephone 641 394-2245
Fax 641 394-3138

System Review Report

August 26, 2011

To the Shareholders
Goracke, Ritterbush & Piotrowski, LLP
and the Peer Review Committee of the Nevada Society of CPA's

We have reviewed the system of quality control for the accounting and auditing practice of Goracke, Ritterbush & Piotrowski, LLP (the firm) in effect for the year ended March 31, 2011. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants. The firm is responsible for designing a system of quality control and complying with it to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Our responsibility is to express an opinion on the design of the system of quality control and the firm's compliance therewith based on our review. The nature, objectives, scope, limitations of, and the procedures performed in a System Review are described in the standards at www.aicpa.org/prsummary.

As required by the standards, engagements selected for review included engagements performed under *Government Auditing Standards* and audits of employee benefit plans.

In our opinion, the system of quality control for the accounting and auditing practice of Goracke, Ritterbush & Piotrowski, LLP in effect for the year ended March 31, 2011, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. Goracke, Ritterbush & Piotrowski, LLP has received a peer review rating of *pass*.

Hacker, Nelson & Co., P.C.

Hacker, Nelson & Co., P.C.

9:08 AM
 05/06/14
 Accrual Basis

SID 162
Profit & Loss Budget vs. Actual
 July 2013 through June 2014

	Jul '13 - Jun 14	Budget	\$ Over Budget	% of Budget
Income				
Bond Fund				
Taxes				
Personal Property Taxes	3,518.50			
Real Estate Taxes	699,885.06	756,143.00	-56,257.94	92.6%
Total Taxes	703,403.56	756,143.00	-52,739.44	93.0%
Real Estate Tax Credit	19,061.62			
Homestead Exemption Allocation	14,695.67			
Motor Vehicle Pro Rate	2,342.94	1,500.00	842.94	156.2%
Total Bond Fund	739,503.79	757,643.00	-18,139.21	97.6%
General Fund				
Taxes				
Personal Property Taxes	1,292.18			
Real Estate Taxes	265,515.85	286,813.00	-21,297.15	92.6%
Total Taxes	266,808.03	286,813.00	-20,004.97	93.0%
Real Estate Tax Credit	7,230.26			
Homestead Exemption Allocation	4,201.28			
Motor Vehicle Pro Rate	1,959.79	500.00	1,459.79	392.0%
Interest on Investments	301.84			
Total General Fund	280,501.20	287,313.00	-6,811.80	97.6%
Total Income	1,020,004.99	1,044,956.00	-24,951.01	97.6%
Expense				
Bond Fund				
Bond Principal Paid	0.00	565,000.00	-565,000.00	0.0%
Bond Interest Pymt.	98,693.28	184,093.00	-85,399.72	53.6%
Capital Improvements	309,501.22	362,000.00	-52,498.78	85.5%
Collection Fees - Sarpy Treas	14,088.08			
Engineering Fees	27,651.87			
Fiscal Agent Fees	18,663.28	1,250.00	17,413.28	1,493.1%
Legal Fees	18,870.22			
Total Bond Fund	487,447.95	1,112,343.00	-624,895.05	43.8%
General Fund				
Audit Fees	5,648.00	5,385.00	263.00	104.9%
Bookkeeping	315.00	500.00	-185.00	63.0%
Chairman and Clerk Bonds	0.00	500.00	-500.00	0.0%
Collection Fees - Sarpy Treas	5,336.17			
Engineering Fees	21,466.05	40,000.00	-18,533.95	53.7%
Green Area Maintenance	25,782.48	65,000.00	-39,217.52	39.7%
Insurance	3,578.00	4,000.00	-422.00	89.5%
Legal Fees	44,108.04	40,000.00	4,108.04	110.3%
Miscellaneous				
Legal expenses	2,028.74			
Miscellaneous - Other	0.00	2,000.00	-2,000.00	0.0%
Total Miscellaneous	2,028.74	2,000.00	28.74	101.4%
Publishing	1,316.60	1,000.00	316.60	131.7%
Repairs & Maintenance				
Paving	92,088.28			
Repairs & Maintenance - Other	0.00	150,000.00	-150,000.00	0.0%
Total Repairs & Maintenance	92,088.28	150,000.00	-57,911.72	61.4%

9:08 AM
05/06/14
Accrual Basis

SID 162
Profit & Loss Budget vs. Actual
July 2013 through June 2014

	<u>Jul '13 - Jun 14</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Snow Removal	740.00	5,000.00	-4,260.00	14.8%
Street Cleaning	1,080.00	1,100.00	-20.00	98.2%
Street Lighting/Utilities	35,932.96	51,000.00	-15,067.04	70.5%
Street Signs	647.23	500.00	147.23	129.4%
Total GeneralFund	<u>240,067.55</u>	<u>365,985.00</u>	<u>-125,917.45</u>	<u>65.6%</u>
Total Expense	<u>727,515.50</u>	<u>1,478,328.00</u>	<u>-750,812.50</u>	<u>49.2%</u>
Net Income	<u>292,489.49</u>	<u>-433,372.00</u>	<u>725,861.49</u>	<u>-67.5%</u>

5/5/2014
09:19:32

**** COUNTY TREASURER GENERAL LEDGER ****
DETAIL REVENUE LISTING PER FUND
FOR: APRIL 2014

PAGE: 1

FUND: 8062	SID #162 GENERAL	M-T-D	Y-T-D
10100	- BEGINNING CASH ON HAND	150,744.83	156,795.20
15100	- BEGINNING INVESTMENT ON HAND	0.00	0.00
BEGINNING BALANCE:		150,744.83	156,795.20
TAX RECEIPT COLLECTIONS:			
30138	- 2012 PERSONAL PROPERTY TAX	0.00	150.19
30139	- 2013 PERSONAL PROPERTY TAX	190.40	1,184.43
30338	- 2012 REAL ESTATE TAXES	0.00	121,303.63
30339	- 2013 REAL ESTATE TAX	11,027.05	144,169.78
TAX RECEIPT TOTALS:		11,217.45	266,808.03
34401	- HOMESTEAD EXEMP ALLOCATION	1,372.92	5,574.20
34403	- REAL ESTATE TAX CREDIT	3,615.13	7,230.26
34601	- MOTOR VEHICLE PRO RATE	0.00	888.71
OTHER RECEIPT TOTALS:		4,988.05	13,693.17
60000	- DISBURSEMENTS	-10,616.25	-275,850.50
60001	- PROPERTY TAX COMMISSION	-224.35	-5,336.17
10000	ENDING CASH ON HAND	156,109.73	156,109.73
15100	ENDING INVESTMENT ON HAND	0.00	0.00
GRAND TOTALS		156,109.73	156,109.73

5/5/2014
09:21:27

**** COUNTY TREASURER GENERAL LEDGER ****
DETAIL REVENUE LISTING PER FUND
FOR: APRIL 2014

PAGE: 1

FUND: 8362	SID #162 BOND	M-T-D	Y-T-D
10100	- BEGINNING CASH ON HAND	1,091,968.96	500,711.64
15100	- BEGINNING INVESTMENT ON HAND	0.00	0.00
BEGINNING BALANCE:		1,091,968.96	500,711.64
TAX RECEIPT COLLECTIONS:			
30138	- 2012 PERSONAL PROPERTY TAX	0.00	395.90
30139	- 2013 PERSONAL PROPERTY TAX	501.96	3,122.60
30338	- 2012 REAL ESTATE TAXES	0.00	319,801.01
30339	- 2013 REAL ESTATE TAX	29,071.31	380,084.05
TAX RECEIPT TOTALS:		29,573.27	703,403.56
34401	- HOMESTEAD EXEMP ALLOCATION	3,619.53	14,695.67
34403	- REAL ESTATE TAX CREDIT	9,530.81	19,061.62
34601	- MOTOR VEHICLE PRO RATE	0.00	2,342.94
OTHER RECEIPT TOTALS:		13,150.34	36,100.23
60000	- DISBURSEMENTS	0.00	-92,046.25
60001	- PROPERTY TAX COMMISSION	-591.47	-14,068.08
10000	ENDING CASH ON HAND	1,134,101.10	1,134,101.10
15100	ENDING INVESTMENT ON HAND	0.00	0.00
GRAND TOTALS		1,134,101.10	1,134,101.10

Diane

From: Nancy Wackerhagen [Nancyandfredw@cox.net]

Sent: Friday, May 09, 2014 7:05 AM

To: Larry Forman

Subject: Tree Removal Warrant

Larry~

The Board has approved Terry Hughes Tree Service to remove a tree that the engineers made us aware of that is down in the creek and blocking the water flow. The bid is for \$2,800.00. It is a big tree and they will need to bring in a crane to get to it. They plan on removing it next week so, was wondering if you could bring that warrant with you to our meeting on the 22nd. I like to pay them as soon as possible and keep a good relationship going with them since it seems like we will continually need their services and they take care of us in a timely manner.

Thanks,
Nancy

*pd 5-22-14
5848*



Date 4/30/14
Invoice # 145S162

SID 162 Contract Services

Service @: SID 162
Service work per contract

SID 162 - 2014, LS2 Service Invoice for May Board Meeting	Item	Quantity	Cost
April mowing services per contract, did not mow 2 times at start of month	\$ (1,266.04)	2	\$ (2,532.08)
April Garbage Collection - Removal Per Week, as above	\$ (30.63)	2	\$ (61.26)
May mowing services per contract	\$ 1,266.04	4	\$ 5,064.16
May Garbage Collection - Removal Per Week	\$ 30.63	2	\$ 61.26
Total of Services			Amount Due \$ 2,532.08

Remit Payment to:
LS2
5070 South 174th Street
Omaha, Ne. 68135

5-22-14
#5849

HILLMAN, FORMAN, CHILDERS & McCORMACK

7171 Mercy Road, Suite 650
Omaha, Nebraska 68106-2669
(402) 397-8051
Tax ID #47-0648847

Sanitary and Improvement District No 162 of Sarpy Count

PAGE 1

BILLING DATE: 05/06/14

ACCT NO.: LRF-162-001

RE: General

PREVIOUS BALANCE: \$7,814.18

DATE	PROFESSIONAL SERVICES RENDERED	INDIV	TIME	AMOUNT
04/01/14	Review Terry Williams bill; prepare check and cover letter to Terry	LRF	0.50	75.00
04/02/14	Warrants and cover letters to 3 creditors	LRF	0.70	105.00
04/03/14	Assemble March proceedings; letter and set of proceedings to bond house; letter and copy of proceedings to county clerk	LRF	1.00	150.00
04/04/14	Review county reports and e-mail to trustees; review Vakoc reports; memo re removal of TUP items	LRF	1.20	180.00
04/07/14	Consult re memo to Terry Williams; tax form and cover letter to chairman	LRF	0.50	75.00
04/14/14	Review multiple e-mails; prepare meeting notice and cover letter to paper; notices to trustees, county clerk and engineer; proof and pay publication notice; review Vakoc report	LRF	1.80	270.00
04/16/14	Prepare warrants; prepare check and cover letter to Terry Williams; review insurance certificate for Alspach TUP; review e-mail from bond house re interest warrants	LRF	1.20	180.00
04/21/14	Form 8038 and cover letter to bond house; prepare receipts of notice, agenda; e-mail bills to trustees; assemble meeting files	LRF	1.50	225.00
04/22/14	Review e-mails re channel problems	LRF	0.30	45.00
04/22/14	Prepare warrants and warrant list; prepare TUP status report	LRF	1.60	240.00
04/24/14	Attend trustees meeting	LRF	3.00	450.00

HILLMAN, FORMAN, CHILDERS & McCORMACK

7171 Mercy Road, Suite 650
 Omaha, Nebraska 68106-2669
 (402) 397-8051
 Tax ID #47-0648847

Sanitary and Improvement District No 162 of Sarpy Count

PAGE 2
 BILLING DATE: 05/06/14
 ACC'T NO.: LRF-162-001

04/25/14	Review e-mail from bond house re interest warrants; review Donsheski e-mail and insurance certificate; e-mail to Donsheski; prepare 3 additional warrants; prepare 8038 form and cover letter to chairman; prepare agenda/certificate, officers certificate, minutes of April meeting	LRF	3.90	585.00
04/27/14	Additional work on minutes of April meeting; prepare cover letter to chairman; work on summary of minutes; letter to Terry Williams re Cummins playhouse removal	LRF	2.20	330.00
04/29/14	Review e-mails from bond house and bond counsel; message to engineer; assemble statements and e-mail to bond counsel	LRF	1.00	150.00
04/29/14	Review and revise minutes of April meeting; conf. Paul Piotrowski; assemble information and e-mail to Mr. Piotrowski	LRF	0.90	135.00
04/30/14	E-mail to LS2 re cleanout of pit; review e-mail from bond house; review accounting proposal from Mr. Piotrowski; dictate revisions to April minutes; conf. assessor re owner of 16415 Josephine; letter to owner re condition of sidewalks	LRF	1.30	195.00
04/30/14	Review e-mail from clerk and revise minutes; e-mail revised page to board members; review e-mail from Tim re bill and services; check accounting fees for last 2 years; conf. chairman re playhouse removal	LRF	1.40	210.00
Total of New Services:			24.00	3,600.00

DATE	EXPENSE	AMOUNT
04/01/14	Terry Williams - street sign and playground maintenance	200.00
04/16/14	Omaha World Herald - publication of meeting notice	12.30
04/16/14	Terry Williams - TUP removals	250.00
04/30/14	Mileage	13.20

HILLMAN, FORMAN, CHILDERS & McCORMACK

7171 Mercy Road, Suite 650
Omaha, Nebraska 68106-2669
(402) 397-8051
Tax ID #47-0648847

Sanitary and Improvement District No 162 of Sarpy Count

PAGE 3
BILLING DATE: 05/06/14
ACCT NO.: LRF-162-001

Total of New Expenses:	475.50
DATE PAYMENT	AMOUNT
04/21/14	2,949.68
Total of New Payments:	2,949.68

ACCOUNT SUMMARY

PREVIOUS BALANCE:	\$7,814.18
NEW SERVICES:	\$3,600.00
NEW EXPENSES:	\$475.50
NEW PAYMENTS:	\$2,949.68
TOT. CURRENT PERIOD:	\$4,075.50
CURRENT BALANCE:	\$8,940.00

*pd 5-22-14
5850*

Sharon

From: TKuhl-Ennis@ameritas.com
 Sent: Tuesday, May 06, 2014 2:49 PM
 To: larryforman@hfncm.com
 Cc: RHarman@ameritas.com
 Subject: Fw: Sarpy SID 162 06/01/14 Interest
 Attachments: DOC050614-001.pdf

Larry:

Thank you for getting the 'interest' issued at their last meeting. But, besides the interest warrant, you issued other construction fund warrants, then just issued our 'placement fee' on the interest warrant only, but should have been for 'all' the CF warrants issued at that meeting. The total CF warrants issued was \$11,795.54 x 5% (fee) = \$589.77. Since you only issued a fee on the 1 warrant for interest (\$6,47.47 x 5% = \$332.35), the fee was short by \$257.43. As a result, please add \$257.43 to future fee warrant(s) issued to Ameritas Investment Corp.

Also, see attached warrant copy. 'Interest payment date (year)' should be 6-1- '2015'. The CF warrants will be 'registered' at the County on 6-1-'2014', so the 'first' time interest will be paid on these warrants will be '2015'. We see this occasionally, so it's no big deal we will just change the 'year' here. Since this can be confusing (when issuing interest warrants in particular), we usually tell everyone to only put the month and day (6-1), leaving the year off, but do it however you want.

Thanks for your help.

*for warrants
 # 5842 - #5844*

Theresa

Theresa Kuhl-Ennis | Ameritas Investment Corp. Member FINRA/SIPC | Public Finance - SID Department
 440 Regency Parkway Drive, Suite 222, Omaha, NE 68114 | p: 402-384-8082 | f: 402-384-8099 | tkuhl-ennis@ameritas.com

*pd 5-22-14
 # 5851 CF*

----- Forwarded by Theresa Kuhl-Ennis/ALIC on 05/06/2014 01:58 PM -----

From: Theresa Kuhl-Ennis/ALIC
 To: larryforman@hfncm.com,
 Cc: Rich Harman/ALIC@Ameritas
 Date: 04/24/2014 03:39 PM
 Subject: Fw: Sarpy SID 162 06/01/14 Interest

*\$ 257.⁴³
 + \$12.50 for 5852

 \$ 279.93*

Larry:

See attached letter (dated 'today'). Original will be mailed.

Per Sharon, SID 162 had a meeting 'today' (and do the last Thursday of every month), so hopefully you can

5/6/2014

5/12/2014

Hillman Forman Childers & McCormack
7171 Mercy Road, Suite #650
Omaha, NE 68106-2670

Re: Sanitary and Improvement District #162, Series 2009
Account Number: 6821

Fee billing for services rendered as Registrar and Paying Agent: FEE
FOR PERIOD OF: 11/15/13 to 5/15/14

BOND FEE:

250.00

TOTAL FEE DUE:

250.00

Please remit your check payable to Great Western Bank, ATTN: Trust Department, 9290 W. Dodge Rd, Suite 202, Omaha, NE 68114. If you have any questions feel free to call us at 402.952.6004.

Sincerely,


Katherine A. Bartling
Trust Administration Support

*All fees are due and payable upon receipt of statement

*pd 5-22-14
#5852 CF*