



**LOWER PLATTE SOUTH**  
natural resources district

3125 Portia Street | P.O. Box 83581 • Lincoln, Nebraska 68501-3581  
P: 402.476.2729 • F: 402.476.6454 | www.lpsnrd.org

Item #6

## Memorandum

**Date:** October 9, 2019  
**To:** Each Director  
**From:** Paul D. Zillig, General Manager  
**Subject:** Finance & Planning Subcommittee Meeting Minutes

The Finance & Planning Subcommittee met at 5:30 pm on Tuesday, October 9, 2019 in the NRD Office. Subcommittee members present included Dan Steinkruger, Bob Andersen, Sarah Wilson, Karen Amen, and Luke Peterson. Others present included Larry Ruth; Cindy Love, Peter Fellers and Kiley Wickman all of HBE LLP, Kathy Spence and myself.

Steinkruger opened the meeting and stated that our only agenda item was a report by the NRD's Auditors, HBE LLP, on the FY 2019 audit. He then turned it over to Cindy Love, a partner with HBE LLP. Love reported that they are pleased to again do the audit for the NRD, she reported that FY'20 is the last year under this contract. Love introduced Kiley Wickman, who will be taking her place overseeing the FY'20 Audit, and Peter Fellers, who again was the lead on the FY'19 Audit.

Fellers reviewed a draft of the FY'19 Audit. Included in the Auditor's Report is Management's Discussion and Analysis, Basic Financial Statements, Required Supplementary Information and Supplemental Information on the Budget and Actual for the General Fund, the Budgetary Basis, the Independent Auditor's Report, Schedule of Control Deficiencies, Schedule of Responses, and Summary Schedule of Prior Year Findings.

Some of the highlights of the draft Audit is that there are no problems, the NRD was not required to do an additional "single audit" due to Federal assistance of \$750,000 or more (LPSNRD Federal assistance was \$351,296 see Page 9), the NRD did not spend more funds than we took in, HBE created a new line item for Deadmans Run expenditures called "Construction in Progress" (see page 15), a material weakness from last FY was corrected as all material audit adjustments proposed were identified by the District's internal control system, and HBE continues to look into options to remove the significant deficiency regarding not having appropriate segregation of duties.

A copy of the final FY'19 Audit will be provided by the end of week. It was moved by Andersen, seconded by Amen, and unanimously approved by the Subcommittee to **recommend the Board of Directors Accept the FY 2019 Financial Statements and Independent Auditor's Report.**

There being no further business the meeting adjourned at 6:15 pm.

PDZ/pz

pc: Steve Seglin & Corey Wasserburger