



**JOINT ANTELOPE VALLEY AUTHORITY  
Board Meeting  
April 12, 2012**

Meeting Began at: 10:30 a.m.  
Meeting Ended at: 10:40 a.m.

Members Present: Glenn Johnson, Christine Jackson, Miki Esposito  
Others Present: Roger Figard, Amy Cornelius-Jones, Fran Mejer, Joel Pedersen,  
Karl Fredrickson, Curt Micek, Steve Larrick, Ken Reitan, Jim Christo,  
Edward Price, Harlon Layton

**Order No. 01-12 - Call Meeting to Order**

Glenn Johnson called the JAVA Board meeting to order at 10:30 a.m.

**Order No. 02-11 - Approval of Minutes of January 12, 2012 JAVA Board Meeting**

Jackson moved to approve the minutes of the January 12, 2012 meeting.

Esposito seconded.

AYE: Johnson, Jackson, Esposito

NAY:

**Order No. 03-11 - JAVA Financial Reports**

Fran Mejer introduced Curt Micek from Micek & Crouch, CPAs. He presented the financial statements along with supplemental schedules for JAVA [attached]. Micek first referenced the balance sheet on page 5. He explained that the entity of JAVA includes the three partners; City of Lincoln, University of Nebraska-Lincoln, and The Lower Platte South Natural Resource District. The reports refer to the entity - JAVA. It has also been requested that there is inclusion of other related costs to include the Corps of Engineers which is found in the supplemental information. The balance sheet includes capital contributions by the members of the entity. The total assets as of August 31, 2011 total \$188,727,046. For this fiscal year, the additions to capital assets was \$6,549,359. This is decreasing as things wind down. The time frame for a target end-date is 2014. As a point of reference, the projects started April 15, 2000. Referencing page 20 of the financial statements, this includes those related costs mentioned earlier. This page gives the total costs for equity interests and related operating costs for the entire Antelope Valley project. This total is \$236,359,802. Referring back to page 6, this is a statement of revenues, expenses, and changes in the equity interest in the operation of the administration of JAVA. This also shows the equity contributions to cover the operation costs for the year. Page 7 of the statement shows each member's contributions. There are also the usual indications of notes for the financial statements showing the accounting principals that have been applied. Other required disclosures are made showing any coverages of deposits made or investments. Micek and Crouch have offered an unqualified opinion as to the financial position and results of operation for JAVA. There are no instances of non-compliance of the government auditing

standards for this fiscal period. There is other information that is a compilation and entitled Project Costs and Equity Interests Schedules. It is not a required part or supplemental information to the financial statements, but it is information that is shared with JAVA that shows a history of costs by year and source.

#### **Order No. 04-11 - Staff Reports**

Karl Fredrickson updated the Board on the Antelope Valley Projects.

'K' - 'Q' Street - Watermain on the north side is being installed. Temporary signal at 21st & 'P' is installed and has started flashing on Wednesday in anticipation of 'O' Street Closure which should be on Monday. A final decision will be made on Friday based on weather. They will have 85 days to complete the work with substantial completion in August. Final clean-up will be by November.

South Street - Work is progressing and anticipated opening to traffic in June. Busy tying steel for the deck and expect to start pouring the bridge deck in about two weeks.

Union Plaza - Everything is on schedule. The Community Health Endowment will be moving into 2nd floor of the Trail Center this and next week. Landscaping activities will be on going. The artist for the Colossus will be in town to assemble the sculpture in July.

A.V. Bridges - Almost all of the drains have been put into the conduit of the bridges. They are looking at possible silicon solution in some of the locations. The staining of the repairs have started this week and should take approximately two weeks weather permitting.

#### **Order No. 05-11 - Citizen's Committee Reports**

A meeting with the Citizen's Committee was held on March 22, 2012. Minutes were distributed and are available on the JAVA website. Discussions included updates on all current Antelope Valley Projects.

It was mentioned that work is being done on a community celebration for the completion of the Antelope Valley Project. A tentative date is being considered in September 2012.

#### **Order No. 06-11 - Non-Agenda Items**

None

**The next JAVA Board meeting is scheduled for June 14, 2012  
at 10:30a.m. in the City Council Chambers.**

Meeting adjourned at 11:40 a.m.

**Micek & Crouch, P.C.**  
Certified Public Accountants

130 Cherry Hill Boulevard  
Lincoln, Nebraska 68510  
Phone: (402) 488-4900  
Fax: (402) 488-5525

Kurt L. Micek, C.P.A.  
Janalee Crouch, C.P.A.

Decem' 2011

To the Partners of  
Joint Antelope Valley Authority

In planning and performing our audit of the financial statements of Joint Antelope Valley Authority (JAVA) as of and for the year ended August 31, 2011, in accordance with auditing standards generally accepted in the United States of America, we considered JAVA's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of JAVA's internal control. Accordingly, we do not express an opinion on the effectiveness of JAVA's internal control.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control was for the limited purpose described in the first paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We noted a matter involving the internal control over financial reporting and its operation that we considered to be a material weakness.

This communication is intended solely for the information and use of the Partners, and is not intended to be and should not be used by anyone other than these specified parties.

We appreciate the assistance extended to us by your staff during our audit and trust that the comments and suggestions contained herein will be received in the spirit of cooperation with which they are offered. We are available to assist you with the implementation of these suggestions at your request.

Sincerely,



Micek & Crouch, PC

# Micek & Crouch, P.C.

Certified Public Accountants

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Kurt L. Micek, C.P.A.  
Janalee Crouch, C.P.A.

December 15, 2011

To the Board of Directors of  
Joint Antelope Valley Authority

Professional standards require us to advise those charged with governance of the following matters relating to our recently completed audit. The matters discussed herein are those that we have noted as of December 15, 2011, and we have not updated our procedures regarding these matters since that date. This letter is solely for the internal use of the Board of Directors and management and is not intended to be and should not be used by anyone other than these specified parties.

## ITEMS TO BE COMMUNICATED

***The Auditor's Responsibility under U.S. Generally Accepted Auditing Standard, Government Auditing Standards and OMB Circular A-133.*** The auditor is responsible for obtaining reasonable assurance about whether the financial statements that have been prepared by management with the oversight of those charged with governance are free of material misstatements, whether caused by error or fraud. An audit in accordance with Generally Accepted Auditing Standards provides reasonable, rather than absolute assurance or guarantee the accuracy of the financial statements and is subject to the inherent risk that errors or fraud, if they exist, have not been detected. The auditor is required to obtain a sufficient understanding of the organization's internal control over financial reporting only for the purpose of planning the audit and must also consider internal control over compliance with certain requirements to determine procedures for expressing an opinion on compliance and report on internal control over compliance with OMB Circular A-133. The auditor is also required to perform tests of the organization's compliance with certain provisions of laws, regulations, contracts and grants and compliance requirements of OMB Circular A-133 but does not provide a legal determination on compliance with those requirements.

## AUDITOR'S RESPONSE

Communicated in our engagement letter dated May 3, 2011, and our opinion on the financial statements and our reports in accordance with Government Auditing Standards and Office of Management and Budget Circular A-133.

## ITEMS TO BE COMMUNICATED

***Significant Accounting Policies and Unusual Transactions.*** Management is responsible for the selection and use of appropriate accounting policies. The auditor should advise those charged with governance about the appropriateness of accounting policies and their application.

***Management Judgments and Accounting Estimates.*** Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

***Audit Adjustments and Financial Statement Disclosures.*** The auditor is required to accumulate all known and likely significant misstatements identified during the audit and to communicate such misstatements to management. The auditor should also communicate with those charged with governance uncorrected misstatements and the effect that these misstatements have on the opinion in the auditor's report.

***Internal Control Matters.*** The auditor must communicate in writing to management and those charged with governance all significant deficiencies and material weaknesses identified during the audit.

***Disagreements with Management.*** The auditor should inform those charged with governance any disagreements with management, whether or not satisfactorily resolved, any matters that individually or in the aggregate could be significant to the organization's financial statements or the auditor's report.

## AUDITOR'S REPOSENSE

The significant accounting policies are described in the notes to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no significant transactions entered into by the organization during the year that were unusual or transactions for which there is lack of authoritative guidance.

There were no significant or sensitive accounting estimates.

No significant misstatements were noted during our audit.

We have communicated, in writing, to management and to those charged with governance all significant deficiencies and material weaknesses identified in connection with our audit of the financial statements.

We are pleased to report that no disagreements arose during the course of our audit.

#### ITEMS TO BE COMMUNICATED

**Consultation with Other Accountants.** In some cases, management may decide to consult with other accountants about accounting and auditing matters. When the auditor is aware that such consultation has occurred, the auditor should discuss with those charged with governance their views about significant matters that were the subject of such consultation.

**Major Issues Discussed with Management Prior to Retention.** Any major issues that were discussed with management in connection with our initial or recurring retention should be communicated to those charged with governance.

**Alternative Accounting Treatments Discussed with Management.** The auditor should inform those charged with governance of discussions with management regarding alternative accounting treatments.

**Difficulties Encountered in Performing the Audit.** The auditor should inform those charged with governance of any significant difficulties encountered in dealing with management related to the performance of the audit.

#### AUDITOR'S REPOSE

Management did discuss with the independent auditors for the City of Lincoln and Lower Platte South Natural Resources District the accounting treatment of project costs related to JAVA and the City of Lincoln public works, parks, and urban development departments and Lower Platte South Natural Resources District. As previously concluded, JAVA is to account for all JAVA project costs of all member departments, until completion, as contributions by a respective member.

There were no major accounting or other issues of concern discussed with management prior to our being retained as auditor for the current fiscal year.

During the past year, there were significant transactions requiring discussion with management. This was in reference to direct project expenditures by the Nebraska Department of Roads in lieu of capital contributions by the City of Lincoln.

All records and information requested by us were freely available for inspection. Management and other personnel provided full cooperation.



December 15, 2011

Micek & Crouch, P.C.  
Certified Public Accountants  
130 Cherry Hill Blvd., Suite One  
Lincoln, Nebraska 68510

We are providing this letter in connection with your audit of the financial statements of the Joint Antelope Valley Authority as of August 31, 2011 and 2010, and for the years then ended for the purpose of expressing an opinion as to whether the financial statements present fairly, in all material respects, the financial position of the Joint Antelope Valley Authority and the results of its operations and cash flows in conformity with accounting principles generally accepted in the United States of America. We confirm that we are responsible for the fair presentation in the financial statements of financial position, results of operations and cash flows in conformity with accounting principles generally accepted in the United States of America.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in the light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

We confirm, to the best of our knowledge and belief, as of August 31, 2011 and 2010, the following representations made to you during your audit.

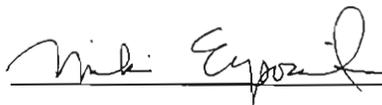
1. The financial statements referred to above are fairly presented in conformity with accounting principles generally accepted in the United States of America.
2. We have made available to you all—
  - a. Financial records and related data.
  - b. Minutes of meetings of the Partners, or summaries of actions of recent meetings for which minutes have not yet been prepared.
3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
4. There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements.

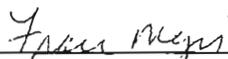
5. We acknowledge our responsibility for the design and implementation of programs and controls to prevent and detect fraud.
6. There has been no—
  - a. Fraud involving management or employees who have significant roles in internal control.
  - b. Fraud involving others that could have a material effect on the financial statements.
7. We have no knowledge of any allegations of fraud or suspected fraud affecting the entity received in communications from employees, former employees, analysts, regulators, or others.
8. JAVA has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, or equity interests.
9. The following, if any, have been properly recorded or disclosed in the financial statements:
  - a. Related party transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties.
  - b. Guarantees, whether written or oral, under which JAVA is contingently liable.
  - c. All accounting estimates that could be material to the financial statements, including the key factors and significant assumptions underlying those estimates, and we believe the estimates are reasonable in the circumstances.
10. We are responsible for compliance with laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts; and we have identified and disclosed to you all laws, regulations and provisions of contracts and grant agreements that we believe have a direct and material effect on the determination of financial statement amounts, including legal and contractual provisions for reporting specific activities in separate funds.
11. There are no—
  - a. Violations or possible violations of budget ordinances, laws and regulations, terms of contractual agreements, debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency.
  - b. Unasserted claims or assessments that our lawyer has advised us are probable of assertion and must be disclosed in accordance with Financial Accounting Standards Board (FASB) Statement No. 5, Accounting for Contingencies.
  - c. Other liabilities or gain or loss contingencies that are required to be accrued or disclosed by FASB Statement No. 5.

- d. Reservations or designation of equity that were not properly authorized and approved.
12. JAVA has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
13. JAVA has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
14. With respect to federal award programs:
  - a. We are responsible for complying and have complied with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.
  - b. We have, in accordance with OMB Circular A-133, identified in the schedule of expenditures of federal awards, expenditures made during the audit period for all awards provided by federal agencies in the form of grants, federal cost-reimbursement contracts, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance.
  - c. We are responsible for complying with the requirements of laws, regulations, and the provisions of contracts and grant agreements related to each of our federal programs and have identified and disclosed to you the requirements of laws, regulations, and the provisions of contracts and grant agreements that are considered to have a direct and material effect on each major federal program.
  - d. We are responsible for establishing and maintaining effective internal control over compliance requirements applicable to federal programs that provides reasonable assurance that we are managing our federal awards in compliance with laws, regulations, and the provisions of contracts and grant agreements that could have a material effect on our federal programs. We believe the internal control system is adequate and is functioning as intended. Also, no changes have been made in the internal control system to the date of this letter that might significantly affect internal control, including any corrective action taken with regard to reportable conditions reported in the schedule of findings and questioned costs.
  - e. We have made available to you all contracts and grant agreements (including amendments, if any) and any other correspondence with federal agencies or pass-through entities relating to each major federal program.
  - f. We have received no requests from a federal agency to audit one or more specific programs as a major program.
  - g. We have complied, in all material respects, with the compliance requirements, including when applicable, those set forth in the *OMB Circular A-133 Compliance Supplement*, relating to federal awards and have identified and disclosed to you all amounts questioned and any known noncompliance with the requirements of federal awards, including the results of other audits or program reviews.

- h. Amounts claimed or used for matching were determined in accordance with relevant guidelines in OMB Circular A-87, *Cost Principles for State, Local, and Tribal Governments*, and OMB's *Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments*.
- i. We have disclosed to you our interpretation of compliance requirements that may have varying interpretations.
- j. We have made available to you all documentation related to the compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.
- k. Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the financial statements have been prepared, and are prepared on a basis consistent with the schedule of expenditures of federal awards.
- l. The copies of federal program financial reports provided you are true copies of the reports submitted, or electronically transmitted, to the respective federal agency or pass-through entity, as applicable.
- m. We are responsible for and have accurately prepared the summary schedule of prior audit findings to include all findings required to be included by OMB Circular A-133 and we have provided you with all information on the status of the follow-up on prior audit findings by federal awarding agencies and pass-through entities, including all management decisions.
- n. We are responsible for and have accurately prepared the auditee section of the Data Collection Form as required by OMB Circular A-133, and we are responsible for preparing and implementing a corrective action plan for each audit finding.

To the best of our knowledge and belief, no events have occurred subsequent to the balance sheet date and through the date of this letter that would require adjustment to or disclosure in the aforementioned financial statements.

Signed:   
Title: Director of Public Works & Utilities

Signed:   
Title: Public Works & Utilities Business Manager

**Micek & Crouch, P.C.**

Certified Public Accountants

JOINT ANTELOPE VALLEY AUTHORITY  
Lincoln, Nebraska

FINANCIAL STATEMENTS  
FOR THE YEARS ENDED AUGUST 31, 2011 AND 2010

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**JOINT ANTELOPE VALLEY AUTHORITY**  
Lincoln, Nebraska

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

Our discussion and analysis of the Joint Antelope Valley Authority's (JAVA) financial performance provides an overview of JAVA's financial activities for the fiscal year ended August 31, 2011.

**FINANCIAL HIGHLIGHTS**

JAVA's equity increased \$6,852,839 during the year ending August 31, 2011. The equity increase is due to \$6,945,931 of equity contributions from members, net of expenses exceeding revenue by \$93,092 for the year.

A summary of the equity interests/related costs share/operating costs share for the Antelope Valley Project is shown as supplemental information (Schedule 1, page 20).

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The sole purpose of JAVA is to account for the acquisition and construction of capital assets related to the Antelope Valley Project, with only minor expenses being used for administrative costs. JAVA consists of three partners per an interlocal agreement; the University of Nebraska – Lincoln, the Lower Platte South Natural Resources District, and the City of Lincoln. Since the partners retain an equity interest in all the assets of JAVA, these financial statements are presented in a format that resembles that of a partnership.

**FINANCIAL ANALYSIS**

The equity interests of JAVA reflect assets over liabilities and were \$188,727,046 and \$181,874,207 as of August 31, 2011 and 2010, respectively.

	<u>Equity Interests as of August 31,</u>	
	<u>2011</u>	<u>2010</u>
Current Assets	\$ 158,574	\$ -
Capital Assets	<u>188,568,472</u>	<u>182,019,113</u>
Total assets	<u>\$ 188,727,046</u>	<u>\$ 182,019,113</u>
Current Liabilities	\$ -	\$ 144,906
Equity Interests	<u>188,727,046</u>	<u>181,874,207</u>
Total liabilities and equity interests	<u>\$ 188,727,046</u>	<u>\$ 182,019,113</u>

The equity interest of JAVA increased \$6,852,839 primarily due to equity contributions.

Changes in equity interests from expenses exceeding revenues for the years ended August 31, 2011 and 2010, follows:

	<u>2011</u>	<u>2010</u>
Revenues	\$ -	\$ -
Program:		
Expenses:		
General government	<u>93,092</u>	<u>430,825</u>
Revenue over (under) expenses	(93,092)	(430,825)
Equity Contributions	6,945,931	7,266,178
Equity Distributions	-	-
Equity Interests - Beginning of Year	<u>181,874,207</u>	<u>175,038,854</u>
Equity Interests - End of Year	<u>\$ 188,727,046</u>	<u>\$ 181,874,207</u>

Total expenses do not include capital outlay of \$6,549,359 and \$6,965,548 for the years ended August 31, 2011 and 2010, respectively.

#### **BUDGETARY HIGHLIGHTS**

JAVA does not prepare a budget because it does not levy property taxes.

#### **CAPITAL ASSET AND DEBT ADMINISTRATION**

As of August 31, 2011, JAVA had \$188,568,472 invested in land and construction in progress. This amount represents an increase of \$6,549,359. All assets, including capital assets, of JAVA will be distributed to the Partners upon the completion of the project.

JAVA has no debt outstanding.

#### **ECONOMIC FACTORS**

Since JAVA has not issued debt or levied taxes, it is dependent upon the capital contributions of its Partners.

#### **CONTACTING JAVA'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens and taxpayers with a general overview of JAVA's finances and to show JAVA's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Fran Mejer, Business Manager, Public Works and Utilities, City of Lincoln, Lincoln, Nebraska, 68508.

**Micek & Crouch, P.C.**  
Certified Public Accountants

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Kurt L. Micek, C.P.A.  
Janalee Crouch, C.P.A.

INDEPENDENT AUDITORS' REPORT

To the Partners  
Joint Antelope Valley Authority  
Lincoln, Nebraska

We have audited the balance sheets of the Joint Antelope Valley Authority, a joint administrative entity, as of August 31, 2011 and 2010, and the related statements of revenues, expenses and changes in equity interests, statements of equity interests, and cash flows for the years then ended. These financial statements are the responsibility of the Authority's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Joint Antelope Valley Authority as of August 31, 2011 and 2010, and the respective changes in financial position and cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 15, 2011, on our consideration of the Joint Antelope Valley Authority's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

The management's discussion and analysis on pages 1 through 2, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Mick & Crouch, P.C.*

JOINT ANTELOPE VALLEY AUTHORITY  
Lincoln, Nebraska

BALANCE SHEETS  
August 31, 2011 and 2010

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	<u>2011</u>	<u>2010</u>
ASSETS		
Current Assets:		
Amount with City Treasurer	\$ <u>158,574</u>	\$ <u>-</u>
Capital Assets:		
Completed projects	53,771,434	20,468,246
Projects in progress	<u>134,797,038</u>	<u>161,550,867</u>
Total capital assets	<u>188,568,472</u>	<u>182,019,113</u>
Total assets	<u>\$ 188,727,046</u>	<u>\$ 182,019,113</u>
LIABILITIES AND EQUITY INTERESTS		
Current Liabilities:		
Amount due to City Treasurer	\$ -	\$ 144,906
Equity Interests	<u>188,727,046</u>	<u>181,874,207</u>
Total liabilities and equity interests	<u>\$ 188,727,046</u>	<u>\$ 182,019,113</u>

The accompanying notes are an integral part of these financial statements.

JOINT ANTELOPE VALLEY AUTHORITY  
Lincoln, Nebraska

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN EQUITY INTERESTS  
For the Years Ended August 31, 2011 and 2010

	<u>2011</u>	<u>2010</u>
Revenues	\$ -	\$ -
Expenses:		
Operating expenses:		
Management services	12,897	23,827
Administrative services - General	1,272	75,105
Administrative services - Audit	-	114,367
Replatting	31,883	143,819
Audit and legal	22,172	47,565
Insurance	23,996	25,473
Supplies	656	515
Postage	216	154
Total operating expenses	<u>93,092</u>	<u>430,825</u>
Revenue over (under) expenses	(93,092)	(430,825)
Equity Contributions	6,945,931	7,266,178
Distributions	-	-
Equity Interests - Beginning of Year	<u>181,874,207</u>	<u>175,038,854</u>
Equity Interests - End of Year	<u>\$ 188,727,046</u>	<u>\$ 181,874,207</u>

The accompanying notes are an integral part of these financial statements.

JOINT ANTELOPE VALLEY AUTHORITY  
Lincoln, Nebraska

STATEMENTS OF EQUITY INTERESTS  
For the Years Ended August 31, 2011 and 2010

	City of Lincoln	University of Nebraska - Lincoln	Lower Platte South Natural Resources District	Total
Equity Interests:				
Balance - August 31, 2009	\$ 157,229,492	\$ 681,712	\$ 17,127,650	\$ 175,038,854
Equity contributions	6,920,711	150,316	195,151	7,266,178
Revenue over (under) expenses	(119,603)	(155,611)	(155,611)	(430,825)
Distributions	-	-	-	-
Balance - August 31, 2010	164,030,600	676,417	17,167,190	181,874,207
Equity contributions	6,647,960	101,777	196,194	6,945,931
Revenue over (under) expenses	(11,052)	(41,020)	(41,020)	(93,092)
Distributions	-	-	-	-
Balance - August 31, 2011	<u>\$ 170,667,508</u>	<u>\$ 737,174</u>	<u>\$ 17,322,364</u>	<u>\$ 188,727,046</u>

The accompanying notes are an integral part of these financial statements.

JOINT ANTELOPE VALLEY AUTHORITY  
Lincoln, Nebraska

STATEMENTS OF CASH FLOWS  
For the Years Ended August 31, 2011 and 2010

	<u>2011</u>	<u>2010</u>
Cash Flows From Operating Activities:		
Payments for services and supplies	\$ <u>(396,572)</u>	\$ <u>(300,630)</u>
Cash Flows From Capital and Related Financing Activities:		
Acquisition and construction of capital assets	(6,549,359)	(6,965,548)
Equity contributions	6,945,931	7,266,178
Equity distributions	<u>-</u>	<u>-</u>
Net cash provided (used) by capital and related financing activities	<u>396,572</u>	<u>300,630</u>
Net increase (decrease) in cash and cash equivalents	-	-
Cash and Cash Equivalents - Beginning of Year	<u>-</u>	<u>-</u>
Cash and Cash Equivalents - End of Year	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of Revenues Over (Under) Expenses to Net Cash Provided by Operating Activities:		
Revenues over (under) expenses	\$ (93,092)	\$ (430,825)
(Increase) in amount with City Treasurer	(158,574)	-
Increase (decrease) in amount due to City Treasurer	<u>(144,906)</u>	<u>130,195</u>
	<u>\$ (396,572)</u>	<u>\$ (300,630)</u>

The accompanying notes are an integral part of these financial statements.

Note 1 - General Statement and Summary of Significant Accounting Policies:

- a) General Statement and Reporting Entity – Joint Antelope Valley Authority is a joint administrative entity created April 15, 2000, in accordance with Article XV, Section 18 of the Constitution of the State of Nebraska and Nebraska Revenue Statutes Section 13.801 through 13.827 (1997) authorizing the creation of a joint entity by public agencies. Per an interlocal cooperative agreement by and between the Board of Regents of the University of Nebraska, a public body corporate, the City of Lincoln, Nebraska, a municipal corporation, and the Lower Platte South Natural Resources District, a political subdivision of the State of Nebraska, this joint administrative entity was created to be known as Joint Antelope Valley Authority (JAVA). JAVA constitutes a separate administrative entity, exercising the public power granted by the interlocal cooperation agreement on behalf of the three aforementioned "Partners" to coordinate planning and implementation of a public project described in the Antelope Valley Study and the U.S. Army Corps of Engineers Antelope Creek Feasibility Study (the "Project"). The Project generally includes community revitalization, transportation, and drainage/flood control improvements.

JAVA is delegated powers by the "Partners" to carry out activities as follows:

During its "Preparation Period":

- public information and review;
- project design;
- receive gifts, grants, bequests, devises, exchanges, and appropriations; and
- contracting or purchasing authority that Each Partner may possess.

During its "Implementation Period":

- the right to acquire property including by condemnation if necessary;
- relocation of residences, business and structures;
- demolition;
- material and equipment leasing and purchasing;
- pre-construction activities;
- construction and construction management;
- mitigate adverse impacts and conditions;
- utility relocation and installation;
- acquisition, development, and construction of the Northeast Park; and
- any other power necessary or convenient to implement the Phase One Components.

After the completion of a specific component of the Project, JAVA will transfer all real estate and improvements thereon to the appropriate individual Partner, subject to the necessary and agreed upon easements which will be conveyed to such Partner or other appropriate public or private entity, or reserved by such a Partner, for the operation, maintenance, repair and inspection of each specific component.

During the Implementation Period of this Agreement, JAVA shall have the power and authority to acquire and condemn property rights, borrow, mortgage, pledge, or secure loans and bond its appropriated revenues and assets; provided however, that JAVA shall have no power and authority to bond the credit or revenues of The Three Partners or Each Partner, or levy taxes.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
For the Years Ended August 31, 2011 and 2010

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Note 1 - General Statement and Organization and Summary of Significant Accounting Policies  
(Continued):

- b) Basis of Accounting/Presentation – JAVA prepares its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Accordingly, revenues are recorded when earned and expenses are recorded when incurred.

JAVA applies all Governments Accounting Standards Board (GASB) pronouncements as well as Financial Accounting Standards Board (FASB) pronouncements unless those pronouncements conflict with or contradict GASB pronouncements.

- c) Risk Management – JAVA or one of the Partners shall provide general liability and property insurance coverage. In connection with the employment of its own employees, each Partner at its own expense, shall provide workers' compensation coverage.
- d) Cash and Investments – JAVA's cash and investments are maintained and controlled through pooled cash and investments with the City of Lincoln. JAVA considers highly liquid investment with an original maturity of three months or less when purchased to be cash equivalents.

Investments are reported at fair value which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Cash deposits are reported at carrying amount which reasonably estimates fair value.

- e) Capital Assets – Capital assets are recorded at historical cost and estimated value. Costs of capital assets include construction costs, design and engineering fees, land acquisition costs, easement and right-of-way costs. Donated capital assets are recorded at estimated appraisal values as of the date of donation.
- f) Retainage Payable – Retainage payable represents amounts billed to JAVA by contractors for which payment is not due pursuant to retained percentage provisions in construction contracts until substantial completion of performance by contractor and acceptance by JAVA.
- g) Equity Interests – Equity interests represent contributions from JAVA partners net of their respective share of revenues over (under) expenses and reduced by any distributions.
- h) Estimates – The use of estimates are required to present the financial statements in conformity with accounting principles generally accepted in the United States of America.
- i) Subsequent Events – JAVA has evaluated subsequent events through December 15, 2011, which is the date the financial statements were issued.

Note 2 - Deposits and Investments:

Deposits and investments, categorized for level of risk, cannot be reasonably apportioned by the City of Lincoln, controller of JAVA's cash and investments. JAVA's share of the City of Lincoln's pool is \$158,574 and \$-0- at August 31, 2011 and 2010, respectively, which is cash on deposit carried at cost, which approximates fair market value. The cash on deposit with the City of Lincoln is secured by the City through their financial institutions' agents in the City's name.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
For the Years Ended August 31, 2011 and 2010

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Note 2 - Deposits and Investments (Continued):

GASB 31 requires investments to be carried at fair value. At August 31, 2011 and 2010, there were no investments for JAVA in the City's investment pool. Investment pools under the custody of the City are maintained in accordance with investment policies complying with State Statutes and the City Charter. Pooled funds may be invested in: (1) direct obligations of the United States government pledged by its full faith and credit, (2) certificates of deposit at savings and loan associations and federally insured banks when secured by acceptable collateral, (3) savings accounts at savings and loan associations and banks, to the extent fully insured, and (4) any bond, note, or other indebtedness issued by agencies, authorities, or public entities whose governing boards are appointed by the City Council.

Note 3 - Capital Assets:

Capital assets are summarized as follows:

	<u>2011</u>	<u>2010</u>
Land acquisition/easements	\$ 41,215,506	\$ 41,115,786
Design and construction services	42,072,716	40,520,231
Site construction	<u>105,280,250</u>	<u>100,383,096</u>
	<u>\$ 188,568,472</u>	<u>\$ 182,019,113</u>

Upon completion of the projects, ownership will revert to the Partners based upon their responsibility of operation and maintenance of the project.

Note 4 - Administrative Agreements;

Agreements between JAVA and the City of Lincoln have been entered to provide:

Administrative, clerical and accounting support  
Right-of-way acquisition and relocation assistance

JAVA is to reimburse the City of Lincoln on an "actual cost" basis including 100% of salary and fringe benefits for actual hours worked on JAVA business plus costs of supplies and related expenses required in the performance of these services.

**Micek & Crouch, P.C.**  
Certified Public Accountants

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Kurt L. Micek, C.P.A.  
Janalee Crouch, C.P.A.

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND  
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS

To the Partners  
Joint Antelope Valley Authority  
Lincoln, Nebraska

We have audited the financial statements of the Joint Antelope Valley Authority, as of and for the years ended August 31, 2011 and 2010, and have issued our report thereon dated December 15, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit, we considered the Joint Antelope Valley Authority's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

COMPLIANCE

As part of obtaining reasonable assurance about whether Joint Antelope Valley Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended for the information and use of the audit committee, management, the State of Nebraska Department of Roads, and United States Department of Transportation – Federal Highway Administration, and is not intended to be and should not be used by anyone other than these specified parties.

*Micek & Crouch, P.C.*

Lincoln, Nebraska  
December 15, 2011

# Micek & Crouch, P.C.

Certified Public Accountants

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## REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Partners  
Joint Antelope Valley Authority  
Lincoln, Nebraska

### COMPLIANCE

We have audited the compliance of Joint Antelope Valley Authority with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended August 31, 2011. Joint Antelope Valley Authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Joint Antelope Valley Authority's management. Our responsibility is to express an opinion on Joint Antelope Valley Authority's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the statements applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Joint Antelope Valley Authority's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Joint Antelope Valley Authority's compliance with those requirements.

In our opinion, Joint Antelope Valley Authority complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended August 31, 2011.

### INTERNAL CONTROL OVER COMPLIANCE

The management of Joint Antelope Valley Authority is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Joint Antelope Valley Authority's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion of the effectiveness of internal control over compliance. Accordingly, we do not express an opinion of the effectiveness of the Joint Antelope Valley Authority's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that a material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The Joint Antelope Valley Authority's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned cost. We did not audit the Joint Antelope Valley Authority's responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of the audit committee, management, State of Nebraska Department of Roads, and United States Department of Transportation – Federal Highway Administration and is not intended to be and should not be used by anyone other than these specified parties.

*Mick & Crouch, P.C.*

JOINT ANTELOPE VALLEY AUTHORITY  
Lincoln, Nebraska

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended August 31, 2011

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant Identifying Number	Federal Expenditures
U.S. Department of Transportation - Federal Highway Administration Pass-Through Programs to: State of Nebraska Department of Roads:			
East Leg	20-205	STPC-5257 (1)	\$ 3,009
N/S Road "Q" to "Y" Streets	20-205	CM-55 (143)	48,316
N/S Road "K" to "Q" Streets	20-205	CM-55 (142)	1,834,802
South Street Bridge	20-205	STPC-5212 (5)	<u>2,182</u>
Total expenditures of federal awards			<u>\$ 1,888,309</u>

Note to Schedule of Expenditures of Federal Awards Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Joint Antelope Valley Authority and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended August 31, 2011

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A. SUMMARY OF AUDITOR'S RESULTS

**Financial Statements**

Type of auditor's report issued:   X   Unqualified        Qualified  
       Adverse        Disclaimer

Internal Control over financial reporting:

- Material weakness(es) identified?        Yes   X   No
- Significant deficiency(ies) identified that are not considered to be material weaknesses:        Yes   X   None Reported

Noncompliance material to financial statements noted:        Yes   X   No

**Federal Awards**

Type of auditor's report issued on compliance for Major programs:   X   Unqualified        Qualified  
       Adverse        Disclaimer

Internal Control over major program(s):

- Material weakness(es) identified?        Yes   X   No
- Reportable condition(s) identified that are not considered to be material weaknesses?        Yes   X   None Reported

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Subpart E, Section 510?        Yes   X   No

Identification of Major Program(s):

<u>Grant Number/CFDA Number</u>	<u>Program Title</u>
STPC-5212 (5)/20-205	U.S. Department of Transportation -- Federal Pass through Program to State of Nebraska Department of Roads
STPC-5257 (1)/20-205	
CM-55 (142)/20-205	
CM-55 (143)/20-205	

Dollars threshold used to distinguish between Type A and type B programs: \$300,000

Auditee qualified as a low-risk auditee?   X   Yes        No

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
For the Year Ended August 31, 2011

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B. FINDINGS – FINANCIAL STATEMENT AUDIT

None required to be reported.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None required to be reported.

SUPPLEMENTARY INFORMATION

**Micek & Crouch, P.C.**  
Certified Public Accountants

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Kurt L. Micek, C.P.A.  
Janalee Crouch, C.P.A.

INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

To the Partners  
Joint Antelope Valley Authority  
Lincoln, Nebraska

Our report on our audit of the basic financial statements of Joint Antelope Valley Authority, for the years ended August 31, 2011 and 2010, appear on page 2. That audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The Supplementary Information on pages 20 to 27 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information, except for that portion marked "unaudited," has been subjected to the auditing procedures applied in the audit of the basic financial statements, and, in our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Micek & Crouch, P.C.*

Lincoln, Nebraska  
December 15, 2011

JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT  
 Lincoln, Nebraska

EQUITY INTERESTS/RELATED COSTS SHARE/OPERATING COSTS SHARE  
 From Inception to August 31, 2011

SCHEDULE 1

	<u>City of Lincoln</u>	<u>UNL</u>	<u>LPSNRD</u>	<u>USACE</u>	<u>Total</u>
Equity Interests	\$ 170,667,508	\$ 737,174	\$ 17,322,364	\$ -	\$ 188,727,046
Related Costs Share	13,518,198	-	8,183,414	24,894,764	46,596,376
Operating Expenses	<u>161,683</u>	<u>418,364</u>	<u>457,085</u>	<u>-</u>	<u>1,037,132</u>
	<u>\$ 184,347,389</u>	<u>\$ 1,155,538</u>	<u>\$ 25,962,863</u>	<u>\$ 24,894,764</u>	<u>\$ 236,360,554</u>

UNAUDITED

JOINT ANTELOPE VALLEY AUTHORITY  
Lincoln, Nebraska

EQUITY INTERESTS  
August 31, 2011

SCHEDULE 2

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	<u>City of Lincoln</u>	<u>University of Nebraska</u>	<u>Lower Platte South Natural Resources District</u>	<u>Total</u>
Project Costs	\$ 170,636,173.54	\$ 675,000.00	\$ 17,257,299.18	\$ 188,568,472.72
Amount with City Treasurer	<u>31,335.05</u>	<u>62,173.58</u>	<u>65,064.89</u>	<u>158,573.52</u>
	<u>\$ 170,667,508.59</u>	<u>\$ 737,173.58</u>	<u>\$ 17,322,364.07</u>	<u>\$ 188,727,046.24</u>

JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT  
Lincoln, Nebraska

CITY OF LINCOLN—EQUITY INTEREST/RELATED COSTS SHARE/OPERATING  
COSTS SHARE  
August 31, 2011

SCHEDULE 3

Project Costs:	Total
Public Works:	
880000	\$ 399,723.77
880100	6,238,981.59
880101	7,285,600.75
880102	6,076,321.02
880103	7,105,025.51
880104	4,672,672.47
880105	7,505,311.74
880106	27,642,537.10
880107	31,421,478.66
880108	6,544,243.37
880109	8,239,254.90
880110	3,003,386.34
880111	1,142,515.56
880112	3,662,838.61
880113	4,266,467.20
880114	39,915.10
880115	1,883,493.19
880200	4,144,451.00
880201	90,838.20
880202	2,378,030.56
880203	2,982,090.25
880204	1,526,994.44
880205	357,755.56
880301	4,360,825.42
880302	7,746,776.38
880303	585,957.70
880304	618,583.73
880305	1,758,371.14
880306	6,955.00
880307	633,093.07
701544	95,445.50
701545	8,515,153.09
702178	119,833.00
702179	21,086.41
Parks Department:	
Trago Park	366,068.37
Antelope Valley	17,023.00
Fleming Fields	4,962.00
Lewis Ballfield	17,100.00
Malone	6,443.00
Municipal Building	17,207.00
Union Plaza	242,302.84

UNAUDITED

JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT  
Lincoln, Nebraska

CITY OF LINCOLN—EQUITY INTEREST/RELATED COSTS SHARE/OPERATING  
COSTS SHARE (CONTINUED)  
August 31, 2011

SCHEDULE 3

Project Costs (Continued):	<u>Total</u>
Urban Development Department:	
Closer to Home Projects	247,621.00
Northbridge Community Center	2,474,590.00
People's Health Center	421,612.00
CHED Housing Program	396,667.00
EDI Grant Administration	53,670.00
Neighborhood Clean Up/Tool Program/Alley Rock	12,067.00
Planning/Redevelopment Consultants	172,832.00
Hawley Neighborhood Signs	430.00
Malone Center HVAC	12,725.00
Property Acquisition - 2240 Q St	211,744.00
O Street Streetscape, 16th - 17th	74,410.00
Vine Street Streetscape	395,524.00
Antelope Village	754,694.00
Relocation/Renovation of the Triplets	626,446.00
North Bottoms Lighting, Row, Landscaping, Signs, Hayward	248,045.00
Liberty Village Housing Project	607,921.00
Turbine Flats	71,270.00
Assurity	64.00
Property Acquisition - 1414 N 14th	56,782.00
Trago Park	24,959.00
DuTeau's Alltel/LES Utility Relocation	28,987.00
Amount due City Treasurer	<u>31,335.05</u>
Equity Interest	<u>\$ 170,667,508.59</u>
Related Costs Share:	
542320 AV Major Investment Studies	\$ 10,631,321.40
542321 AV NE Radial Property Rent	18,724.83
Bond Costs	<u>2,868,151.72</u>
	<u>\$ 13,518,197.95</u>
Operating Costs Share:	
Cumulative	<u>\$ 161,682.95</u>

UNAUDITED

JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT  
Lincoln, Nebraska

UNL-EQUITY INTEREST/OPERATING COSTS SHARE  
August 31, 2011

SCHEDULE 4

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<u>Project Number</u>	<u>Project Name</u>	<u>Cumulative Total</u>
880301	NE Community Park	\$ 675,000.00
	Amount With City Treasurer	<u>62,173.58</u>
	Total	<u>\$ 737,173.58</u>

Operating Costs Share:

Cumulative

\$ 418,363.93

JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT  
Lincoln, Nebraska

LPSNRD-EQUITY INTEREST/RELATED COSTS SHARE/OPERATING  
COSTS SHARE  
August 31, 2011

SCHEDULE 5

Project Number	Project Name	Cumulative Total
880200	AV Storm Waste Management	\$ 13,723.33
880201	Channel Phase I	1,002,778.88
880202	Channel Phase II	2,950,202.38
880203	Channel Phase III	10,781,114.24
880204	BNSF RR Bridge	1,818,389.54
880205	Channel Landscaping	212,826.81
880301	NE Community Park	478,264.00
	Amount with City Treasurer	65,064.89
	Total	<u>\$ 17,322,364.07</u>

Related Costs Share:

Feasibility Study and Reports	\$ 485,452.62
U.S. Army Corps of Engineer Major Investment Studies	5,153,645.50
Antelope Creek Water Main Relocation	148,232.22
Antelope Creek Flood Reduction	826,621.88
CLOMR Study and Reports	108,929.21
Interest and Loan Fee Expenses	1,891,595.86
Fees, Permits, Taxes, Other	119,160.29
Less Reimbursements	<u>(550,224.00)</u>
	<u>\$ 8,183,413.58</u>

Operating Costs Share:

Cumulative	<u>\$ 457,084.93</u>
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UNAUDITED

JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT  
 Lincoln, Nebraska

U.S. ARMY CORPS OF ENGINEERS (USACE) COSTS SHARE  
 August 31, 2011

SCHEDULE 6

Federal-3122	Antelope Creek				Total
	Cost Share 9 Feasibility Phase Costs	Cost Share 331 Preconstruction Engineering and Design Phase Costs	Cost Share 341 Construction Phase Costs	Cost Share 343 Sponsor Betterments (100% Sponsor)	
Prior to FY 05	\$ 644,916.64	\$ 353,341.59	\$ 4,592,060.25	\$ -	\$ 5,590,318.48
FY05	-	-	444,873.71	-	444,873.71
FY06	-	-	2,193,095.22	-	2,193,095.22
FY07	-	-	3,569,433.55	-	3,569,433.55
FY08	-	12.48	5,626,407.24	-	5,626,419.72
FY09	-	-	5,276,842.13	-	5,276,842.13
FY10	-	-	2,073,036.86	-	2,073,036.86
FY11	-	-	120,743.89	-	120,743.89
Total Thru FY011	\$ <u>644,916.64</u>	\$ <u>353,354.07</u>	\$ <u>23,896,492.85</u>	\$ <u>-</u>	\$ <u>24,894,763.56</u>

Per USACE Cost Detail Ledgers

UNAUDITED

JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT  
Lincoln, Nebraska

OPERATING EXPENSES – CUMULATIVE  
August 31, 2011

SCHEDULE 7

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Office Supplies	\$	170.48
Operating Supplies		7,859.16
Postage		2,055.43
Contract Service		30,000.00
Auditing Service		123,665.00
Replating Expense		265,723.97
General Support		81,262.78
Audit Support		114,700.35
APA Report Fees		25,519.47
Management Services - Support and Management		147,429.75
Printing		141.20
Insurance		<u>238,604.22</u>
	\$	<u>1,037,131.81</u>



JOINT ANTELOPE VALLEY AUTHORITY/  
ANTELOPE VALLEY PROJECT  
Lincoln, Nebraska

PROJECT COSTS AND EQUITY INTERESTS SCHEDULES

JOINT ANTELOPE VALLEY AUTHORITY//ANTELOPE VALLEY PROJECT

EQUITY INTERESTS/RELATED COSTS SHARE/OPERATING COSTS SHARE

From Inception to August 31, 2011

	<u>City of Lincoln</u>	<u>UNL</u>	<u>LPSNRD</u>	<u>USACE</u>	<u>Total</u>
Equity Interests	\$ 170,667,508	\$ 737,174	\$ 17,322,364	\$ -	\$ 188,727,046
Related Costs Share	13,518,198	-	8,183,414	24,894,764	46,596,376
Operating Expenses	<u>161,683</u>	<u>418,364</u>	<u>457,085</u>	<u>-</u>	<u>1,037,132</u>
	<u>\$ 184,347,389</u>	<u>\$ 1,155,538</u>	<u>\$ 25,962,863</u>	<u>\$ 24,894,764</u>	<u>\$ 236,360,554</u>

JAVA

EQUITY INTERESTS  
August 31, 2011

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	<u>City of Lincoln</u>	<u>University of Nebraska</u>	<u>Lower Platte South Natural Resources District</u>	<u>Total</u>
Project Costs	\$ 170,636,173.54	\$ 675,000.00	\$ 17,257,299.18	\$ 188,568,472.72
Amount With City Treasurer	<u>31,335.05</u>	<u>62,173.58</u>	<u>65,064.89</u>	<u>158,573.52</u>
	<u>\$ 170,667,508.59</u>	<u>\$ 737,173.58</u>	<u>\$ 17,322,364.07</u>	<u>\$ 188,727,046.24</u>



	2006	2007	2008	2009	2010	2011	Total
\$	21,274.21	\$ 28,655.16	\$ 39,716.62	\$ 48,512.85	\$ 35,159.31	\$ 26,933.03	\$ 399,723.77
	19,837.96	20,387.02	89,418.31	33,745.63	19,800.05	11,801.01	6,238,981.59
	110,294.64	284,588.11	471.59	(1,197.10)	160.48	-	7,285,800.75
	469,786.26	113,783.46	1,999.83	254.69	44.59	-	6,076,321.02
	88,057.42	4,835.03	202.64	(561.20)	-	-	7,105,025.51
	115,884.50	127,029.22	2,984,533.88	700,916.05	36,006.05	8,334.76	4,672,672.47
	129,585.36	5,706,764.75	699,212.22	22,732.88	3,539.91	28,187.60	7,505,311.74
10,265,271.87	2,181,357.12	284,298.67	16,726.02	10,680.63	31,379.66		27,642,537.10
1,130,245.06	686,311.29	18,733,041.36	7,955,590.68	1,317,801.50	89,738.31		31,421,478.66
431,575.07	108,528.33	2,935,257.35	2,306,654.28	(4,555.97)	131,174.54		6,544,243.37
76,874.56	56,487.10	211,637.64	2,285,194.12	835,261.60	3,118,099.07		8,239,254.90
157,016.83	103,016.10	877,458.34	1,514,773.40	28,760.19	4,101.27		3,003,386.34
237,140.98	56,310.06	60,715.31	30,649.75	119,356.40	320,082.85		1,142,515.56
210,380.88	75,069.26	128,448.33	3,143,214.56	50,409.83	(13,976.28)		3,662,838.61
-	-	-	1,161,180.02	2,876,450.53	228,836.65		4,266,467.20
-	-	-	35,728.00	4,187.10	-		39,915.10
-	-	-	-	1,242,932.80	640,560.39		1,883,493.19
150,000.00	-	-	-	-	-		4,158,174.33
53,517.27	-	-	-	-	1,781.99		1,093,617.08
399,724.55	2,440,171.50	50,292.36	12,466.74	86,213.18	16,342.73		5,328,232.94
813,051.07	393,313.36	3,481,288.71	73,053.35	140,120.44	50,414.38		13,763,204.49
348,940.43	-	-	-	-	-		3,345,383.98
78,160.21	110,342.53	63,604.27	18,722.14	-	-		570,582.37
(1,657.98)	-	-	-	-	-		5,514,089.42
248,503.60	191,953.41	1,863,162.12	2,383,657.54	79,624.52	1,702,945.69		7,746,776.38
82,306.00	120,733.30	94,971.27	-	(267.00)	-		585,957.70
59,626.40	166,135.39	91,242.07	18,682.07	(3,841.70)	-		618,583.73
112,927.40	106,502.88	271,710.61	38,296.91	14,060.00	-		1,758,371.14
-	-	-	6,955.00	-	-		6,955.00
-	-	476,513.80	152,475.86	4,103.41	-		633,093.07
-	-	-	-	-	-		95,445.50
502,671.48	399,070.14	-	-	-	-		8,515,153.09
11.85	-	-	-	-	-		119,833.00
21,086.41	-	-	-	-	-		21,086.41
16,332,094.29	13,481,344.52	33,439,197.30	21,958,424.24	6,895,907.85	6,396,737.65		181,004,306.51



<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>Total</u>
	4,003.00	309,155.00	42,947.00	9,983.37	-	366,068.37
	11,050.00	-	1,478.00	4,495.00	-	17,023.00
	4,982.00	-	-	-	-	4,982.00
	9,304.00	-	7,311.00	485.00	-	17,100.00
	2,980.00	20.00	3,463.00	-	-	6,443.00
	-	-	17,207.00	-	-	17,207.00
	-	-	35,000.00	54,680.36	152,622.48	242,302.84
	247,621.00	-	-	-	-	247,621.00
	2,474,590.00	-	-	-	-	2,474,590.00
	421,612.00	-	-	-	-	421,612.00
	396,667.00	-	-	-	-	396,667.00
	53,670.00	-	-	-	-	53,670.00
	12,067.00	-	-	-	-	12,067.00
	172,832.00	-	-	-	-	172,832.00
	430.00	-	-	-	-	430.00
	12,725.00	-	-	-	-	12,725.00
	211,744.00	-	-	-	-	211,744.00
	74,410.00	-	-	-	-	74,410.00
	395,524.00	-	-	-	-	395,524.00
	193,678.00	487,625.00	73,375.00	16.00	-	754,694.00
	605,720.00	20,726.00	-	-	-	626,446.00
	248,045.00	-	-	-	-	248,045.00
	607,921.00	-	-	-	-	607,921.00
	-	71,270.00	-	-	-	71,270.00
	-	-	64.00	-	-	64.00
	56,782.00	-	-	-	-	56,782.00
	-	24,959.00	-	-	-	24,959.00
	<u>28,987.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,987.00</u>
<u>\$ 16,332,094.29</u>	<u>\$ 19,728,648.52</u>	<u>\$ 34,352,952.30</u>	<u>\$ 22,139,269.24</u>	<u>\$ 6,965,547.58</u>	<u>\$ 6,549,380.13</u>	<u>\$ 188,568,472.72</u>

## JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT

CITY OF LINCOLN – EQUITY INTEREST/RELATED COSTS SHARE/OPERATING COSTS SHARE  
August 31, 2011

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	<u>Total</u>
Project Costs:	
Public Works:	
880000	\$ 399,723.77
880100	6,238,981.59
880101	7,285,600.75
880102	6,076,321.02
880103	7,105,025.51
880104	4,672,672.47
880105	7,505,311.74
880106	27,642,537.10
880107	31,421,478.66
880108	6,544,243.37
880109	8,239,254.90
880110	3,003,386.34
880111	1,142,515.56
880112	3,662,838.61
880113	4,266,467.20
880114	39,915.10
880115	1,883,493.19
880200	4,144,451.00
880201	90,838.20
880202	2,378,030.56
880203	2,982,090.25
880204	1,526,994.44
880205	357,755.56
880301	4,360,825.42
880302	7,746,776.38
880303	585,957.70
880304	618,583.73
880305	1,758,371.14
880306	6,955.00
880307	633,093.07
701544	95,445.50
701545	8,515,153.09
702178	119,833.00
702179	21,086.41
Parks Department:	
Trago Park	366,068.37
Antelope Valley	17,023.00
Fleming Fields	4,962.00
Lewis Ballfield	17,100.00
Malone	6,443.00
Municipal Building	17,207.00
Union Plaza	242,302.84

## JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT

CITY OF LINCOLN – EQUITY INTEREST/RELATED COSTS SHARE/OPERATING COSTS SHARE  
August 31, 2011

	<u>Total</u>
Project Costs (Continued):	
Urban Development Department:	
Closer to Home Projects	247,621.00
Northbridge Community Center	2,474,590.00
People's Health Center	421,612.00
CHED Housing Program	396,667.00
EDI Grant Administration	53,670.00
Neighborhood Clean Up/Tool Program/Alley Rock	12,067.00
Planning/Redevelopment Consultants	172,832.00
Hawley Neighborhood Signs	430.00
Malone Center HVAC	12,725.00
Property Acquisition - 2240 Q St	211,744.00
O Street Streetscape, 16th - 17th	74,410.00
Vine Street Streetscape	395,524.00
Antelope Village	754,694.00
Relocation/Renovation of the Triplets	626,446.00
North Bottoms Lighting, Row, Landscaping, Signs, Hayward	248,045.00
Liberty Village Housing Project	607,921.00
Turbine Flats	71,270.00
Assurity	64.00
Property Acquisition - 1414 N 14th	56,782.00
Trago Park	24,959.00
DuTeau's Alltel/LES Utility Relocation	28,987.00
Amount with City Treasurer	<u>31,335.05</u>
Equity Interest	<u>\$ 170,667,508.59</u>
Related Costs Share:	
542320 AV Major Investment Studies	\$ 10,631,321.40
542321 AV NE Radial Property Rent	18,724.83
Bank Costs	<u>2,868,151.72</u>
	<u>\$ 13,518,197.95</u>
Operating Costs Share:	
Cumulative	<u>\$ 161,682.95</u>

JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT

UNL – EQUITY INTEREST/OPERATING COSTS SHARE

August 31, 2011

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<u>Project Number</u>	<u>Project Name</u>	<u>Cumulative Total</u>
880301	NE Community Park	\$ 675,000.00
	Amount With City Treasurer	<u>62,173.58</u>
	Total	\$ <u><u>737,173.58</u></u>
Operating Costs Share: Cumulative		\$ <u><u>418,363.93</u></u>

## JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT

## LPSNRD – EQUITY INTEREST/RELATED COSTS SHARE/OPERATING COSTS SHARE

August 31, 2011

Project Number	Project Name	Cumulative Total
880200	AV Storm Waste Management	\$ 13,723.33
880201	Channel Phase I	1,002,778.88
880202	Channel Phase II	2,950,202.38
880203	Channel Phase III	10,781,114.24
880204	BNSF RR Bridge	1,818,389.54
880205	Channel Landscaping	212,826.81
880301	NE Community Park	478,264.00
	Amount With City Treasurer	<u>65,064.89</u>
	Total	<u>\$ 17,322,364.07</u>

## Related Costs Share:

Feasibility Study and Reports	\$ 485,452.62
U.S. Army Corps of Engineer Major Investment Studies	5,153,645.50
Antelope Creek Water Main Relocation	148,232.22
Antelope Creek Flood Reduction	826,621.88
CLOMR Study and Reports	108,929.21
Interest and Loan Fee Expenses	1,891,595.86
Fees, Permits, Taxes, Other	119,160.29
Less Reimbursement	<u>(550,224.00)</u>
	<u>\$ 8,183,413.58</u>

## Operating Costs Share:

Cumulative	<u>\$ 457,084.93</u>
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JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT

U.S. ARMY CORPS OF ENGINEERS (USACE) COSTS SHARE  
 August 31, 2011

Federal-3122	Antelope Creek				Total
	Cost Share 9 Feasibility Phase Costs	Cost Share 331 Preconstruction Engineering and Design Phase Costs	Cost Share 341 Construction Phase Costs	Cost Share 343 Sponsor Betterments (100% Sponsor)	
Prior to FY 05	\$ 644,916.64	\$ 353,341.59	\$ 4,592,060.25	\$ -	\$ 5,590,318.48
FY05	-	-	444,873.71	-	444,873.71
FY06	-	-	2,193,095.22	-	2,193,095.22
FY07	-	-	3,569,433.55	-	3,569,433.55
FY08	-	12.48	5,626,407.24	-	5,626,419.72
FY09	-	-	5,276,842.13	-	5,276,842.13
FY10	-	-	2,073,036.86	-	2,073,036.86
FY11	-	-	120,743.89	-	120,743.89
Total Thru FY11	\$ <u>644,916.64</u>	\$ <u>353,354.07</u>	\$ <u>23,896,492.85</u>	\$ <u>-</u>	\$ <u>24,894,763.56</u>

Per USACE Cost Detail Ledgers

JOINT ANTELOPE VALLEY AUTHORITY/ANTELOPE VALLEY PROJECT

OPERATING EXPENSES – CUMULATIVE

From Inception to August 31, 2011

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Office Supplies	\$	170.48
Operating Supplies		7,859.16
Postage		2,055.43
Contract Service		30,000.00
Auditing Service		123,665.00
Replatting Expense		265,723.97
General Support		81,262.78
Audit Support		114,700.35
APA Report Fees		25,519.47
Management Services – Support and Management		147,429.75
Printing		141.20
Insurance		<u>238,604.22</u>
	\$	<u>1,037,131.81</u>

**JAVA Board Meeting  
April 12, 2012  
10:30-11:30 a.m.  
City Council Chambers - County City Building**

**Agenda:**

- 1. Call Meeting to Order**
- 2. Approval of Minutes from the January 12, 2012 Board Meeting**
- 3. JAVA Financial Presentation**
- 4. Staff reports**
- 5. Citizen's Committee report**
- 6. Non-agenda items**