

MINUTES OF THE MEETING OF  
 THE BOARD OF TRUSTEES OF  
 SANITARY AND IMPROVEMENT DISTRICT NO. 177  
 DOUGLAS COUNTY NEBRASKA  
 November 20, 2013

The duly scheduled and noticed Meeting of the Board of Trustees of Sanitary & Improvement District No. 177 of Douglas County, Nebraska, was convened in open and public session on November 20, 2013, at 7:30 p.m. at D.C. West Public School Library 7<sup>th</sup> & Washington Streets, Waterloo, Nebraska.

	<u>Present</u>	<u>Absent</u>
Tony Staup . . . . . Chairman	X	
Robert W. Lynn . . . . . Clerk	X	
Mike Anderson . . . . . Trustee	X	
Keith Heinrich . . . . . Trustee	X	
Larry Rasmussen . . . . . Trustee	X	

Also in attendance was Kyle Barlow of the law firm of Carlson & Burnett, LLP, who serves as the legal counsel for the Board of Trustees.

The Attorney on behalf of the Chairman Tony Staup called the meeting to order at 7:30 p.m. The Chairman reported and confirmed that Notice of the meeting was given in advance by publication in *The Daily Record*, a legal newspaper published and in general circulation in Douglas County, Nebraska on November 8, 2013. The "Proof of Publication" is attached to these Minutes as Exhibit "A" and incorporated herein. Advance notice of this meeting was given to all Board members. The Acknowledgement of Notice of Meeting furnished to the Board of Trustees is attached to these Minutes as Exhibit "B" and incorporated herein.

Notice of this meeting was given to the Clerk of the City of Omaha, Nebraska, the municipality having zoning jurisdiction over the District, at least seven days prior to the meeting, and Notice of the Meeting and Agenda were posted in the District. Availability of the Agenda was communicated in the published Notice and in the Notices to the City and Trustees. The signed Agenda is attached to these Minutes as Exhibit "C".

All proceedings of the Board of Trustees were taken while the convened Meeting was open to the attendance of the public. The Chairman reported that the Nebraska Open Meetings Act was posted and available for public use and inspection.

**Approve Minutes of Meeting held on October 8, 2013:** Following discussion of the Minutes previously circulated, Chairman Staup moved that the Minutes of the October 8, 2013, meeting be approved and Trustee Lynn seconded the motion in the following form:

**BE IT RESOLVED**, that Sanitary and Improvement District No. 177 Board of Trustees hereby approves the Minutes of the October 8, 2013, as completed and filed with the Omaha City Clerk.

On roll call vote thereon, the Resolution was unanimously passed and adopted.

**People Service Report:** The next matter discussed was the written People Service Report that was delivered by Bob McLaughlin to Keith Heinrich. Trustee Heinrich addressed the report. The full written report for October is attached to these Minutes as Exhibit "D" and incorporated herein. Trustee Heinrich then addressed a phosphorous test for the District's drinking water, which People Service will obtain a sample for.

**Grounds Management:** Trustee Anderson reported that he spoke with the vendor that had previously sealed the District's streets. Because the District did not do any concrete work, the vendor expressed the opinion that it would not be worth the District's resources to seal the streets. Therefore, the District will not be doing any sealing. Trustee Anderson reported that he had spoken with a lawn service company about the District's weed problem in common areas. The lawn service company recommended that the District heavily seed the problem areas with a thick fescue grass seed. Trustee Anderson reported that this work should be done in the spring, and the Board recommended he receive several bids for the over-seeding of grass in the problem areas. Trustee Anderson reported that the District's Homeowner's Association would take on the responsibility of decorating the entrance to the District for the upcoming Christmas season.

Trustee Anderson discussed the other lighting around the District's entrance and the District's plan to replace that lighting. The lighting in the guard tower was replaced. There were plans to dig a trench from the flag pole at the entrance to the District's entrance sign so that the lighting for the sign could be replaced. After discussing the plans for new lighting, a motion was made by Chairman Staup and seconded by Trustee Lynn in the following form:

**BE IT RESOLVED,** by the Board of Trustees of Sanitary and Improvement District No. 177 of Douglas County, Nebraska, that Trustee Anderson is authorized to spend up to \$750.00 in lighting for the front entrance to the District.

Resident James Depke asked the purpose of the new pole at the lake's entrance. The Board informed resident Depke that it believed the pole was to mount a remote reader for the District's gas meters.

**Lake Matters:** Chairman Staup recommended that the District reinstate the District's water committee to analyze potential well treatment plans for the District. Chairman Staup reported that the phosphorous levels in both lakes have stabilized at a level of 43. The District will continue to take samples through the winter months so that it can provide that information to Harry at Tetra Tech. Harry believes that if the District's phosphorous levels stay at the current level through the winter and into the spring, the District will avoid an alum treatment for the lakes in 2014. However, Harry reported that he believes the District will have to have another treatment in 2015.

Trustee Larry Rasmussen discussed SCS Aquaterra's plans to drill several wells around the District which it would use to measure the flow of the underground water. SCS plans to start drilling these wells the weekend after Thanksgiving, and the Board was hopeful it could have its first full report in January.

Resident Donald Pearson expressed his opinion that the Board should not pay for a hydrology test because that type of information is free on the Internet.

Resident Rob Hessman questioned whether the wells drilled by SCS would be deep enough for the District to do a phosphorous test of the drinking water. Trustee Rasmussen stated that the wells would not be deep enough, but the Board had already requested People Service to do a phosphorous test of the drinking water.

Resident James Depke expressed his opinion that the District needed to turn the pumps on to raise the level of the District's lakes. Chairman Staup informed resident Depke that the pumps had already been winterized so there is no way the pumps were going to be turned on this winter.

Resident Nick Schroeder expressed his opinions regarding the District's plan to use chemicals to reduce the levels of phosphorous in the lakes and made numerous statements of his beliefs.

**Water Treatment Plant.** Trustee Heinrich reported that the Seltrode at the Waste Treatment Plant would need to be updated or changed out in the next year. The current device is original from when the plant was built and has far exceeded its useful life. Next spring or summer the Board will need to consider replacement of the Seltrode at an estimated cost of approximately \$4500. However, an option would be to change to a simpler float that is on the market for approximately \$2500 (which would include the removal of the Seltrode). This is merely being reported as a budget planning matter that will need to be addressed next spring because the Seltrode is the weak link in the chain at this time

**Payment of Bills.** Trustee Lynn presented the current bills for review and discussion. A listing of all of the vendors, amount of payment, description of transaction and warrant numbers is attached to these Minutes as Exhibit "E" and incorporated herein. After reviewing the bills, a motion was made by Chairman Staup and seconded by Trustee Heinrich in the following form:

**BE IT RESOLVED**, by the Board of Trustees of Sanitary and Improvement District No. 177 of Douglas County, Nebraska, that the Board hereby ratifies, adopts and approves that the Chairman and Clerk to execute and deliver **GENERAL FUND Warrant Nos. 6261 through 6274**, of the District, to the payees and in the amounts listed on the attached Exhibit "E", said Warrants to be drawn on the General Fund of the District and to draw interest at the rate of six (6.0%) per annum and to be redeemed no later than three years after issuance, subject to the extension of the said maturity date by order of the District Court of Douglas County, Nebraska, after notice is given as required by law.

**BE IT FURTHER RESOLVED**, by the Board of Trustees of Sanitary and Improvement District No. 177 of Douglas County, Nebraska hereby adopts the Warrant Resolutions, Tax Exemption Resolutions and the Policy & Procedure for Federal Tax Law and Disclosure Requirements for Outstanding Bonds and Warrants all set forth in detail on Exhibit "F" attached hereto and incorporated herein.

Upon roll call thereon, the following Trustees voted yes: unanimous; voting no: none. The Chairman declared said Resolution duly passed and adopted.

**New Business:** There was no new business for the Board to report.

**Next meeting Date, Location and Time:** The next Regular Meeting will be conducted on Wednesday, January 15<sup>th</sup>, 2013, at 7:30 p.m., at the DC West Public School Library, 7<sup>th</sup> & Washington Streets, Waterloo, Nebraska.

**Adjourn Meeting:** There being no further business to come before the Board, following motion and second by the Trustees, the Meeting was unanimously adjourned.

  
\_\_\_\_\_  
Robert Lynn, Clerk

## EXHIBITS TO MEETING

The attached Exhibits are a part of the transcript of meeting and are fully and expressly incorporated into the minutes of meeting of Sanitary & Improvement District #177 of Douglas County, Nebraska as though these Exhibits were set forth in their entirety in said Minutes.

Exhibit "A"	Affidavit of Publication—Daily Record
Exhibit "B"	Acknowledgment of Notice of Meeting
Exhibit "C"	Agenda for Meeting
Exhibit "D"	People Service Report
Exhibit "E"	General Fund Warrants
Exhibit "F"	Warrant Resolutions and Tax Exemption Resolutions

# EXHIBIT "A"

**CARLSON & BURNETT, LLP**  
Attorneys

816 South 169th Street  
Omaha, Nebraska 68118

**NOTICE OF MEETING  
BOARD OF TRUSTEES  
SANITARY AND IMPROVEMENT  
DISTRICT NO. 177**

**DOUGLAS COUNTY, NEBRASKA**

NOTICE IS HEREBY GIVEN that a Meeting of the Board of Trustees of Sanitary & Improvement District No. 177 of Douglas County, Nebraska, will be held:

**Date: November 20, 2013**

**Place: Douglas County West  
Public School Library  
7<sup>th</sup> & Washington Streets  
Waterloo, Nebraska.**

**Time: 7:30 p.m.**

This meeting will be open to the public. An agenda for the meeting, kept continuously current but which may be modified at least twenty-four hours before the meeting or by the Board during the meeting in the event of an emergency, is available for public inspection at 816 South 169<sup>th</sup> Street, Omaha, Nebraska 68118, and includes the payment of bills of the District.

Robert W. Lynn

317-991-0252

## THE DAILY RECORD OF OMAHA

**LYNDA K. HENNINGSSEN, Publisher  
PROOF OF PUBLICATION**

**UNITED STATES OF AMERICA,**  
The State of Nebraska,  
District of Nebraska,  
County of Douglas,  
City of Omaha, } ss.


**J. BOYD**

being duly sworn, deposes and says that she is

**LEGAL EDITOR**

of **THE DAILY RECORD**, of Omaha, a legal newspaper, printed and published daily in the English language, having a bona fide paid circulation in Douglas County in excess of 300 copies, printed in Omaha, in said County of Douglas, for more than fifty-two weeks last past; that the printed notice hereto attached was published in **THE DAILY RECORD**, of Omaha, on  
November 8, 2013

That said Newspaper during that time was regularly published and in general circulation in the County of Douglas and State of Nebraska.

 GENERAL NOTARY - State of Nebraska  
CONNIE L. NOVACEK  
My Comm. Exp. November 16, 2015

Subscribed in my presence and sworn to before  
me this 8<sup>th</sup> day of  
November 2013

Publisher's Fee \$ 24.50  
Additional Copies \$ \_\_\_\_\_  
Total \$ 24.50

*Connie L. Novacek*  
Notary Public in and for Douglas County,  
State of Nebraska

# EXHIBIT "B"

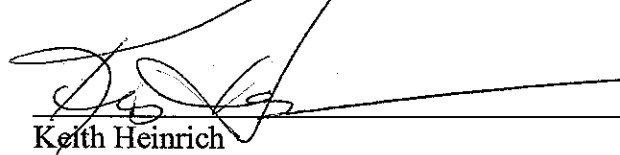
## ACKNOWLEDGMENT OF RECEIPT OF NOTICE OF MEETING

The undersigned Trustees of Sanitary and Improvement District No. 177 of Douglas 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 7:30 p.m. on November 20, 2013, at DC West Public School Library, 7<sup>th</sup> & Washington Streets, Waterloo, Nebraska.

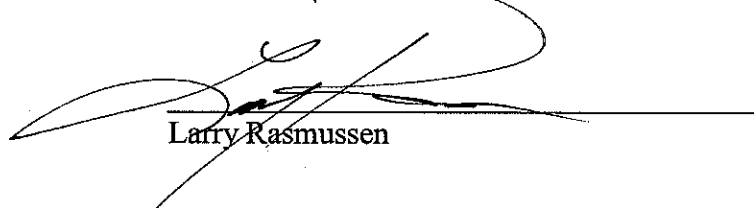
Dated this 20th day of November, 2013.

  
Robert Lynn

  
Mike Anderson

  
Keith Heinrich

  
Tony Staup

  
Larry Rasmussen

# EXHIBIT "C"

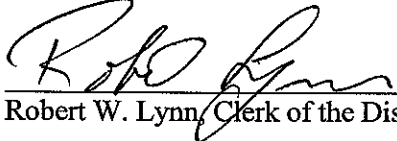
## AGENDA

**MEETING OF THE BOARD OF TRUSTEES  
SANITARY AND IMPROVEMENT DISTRICT NO. 177  
DOUGLAS COUNTY, NEBRASKA  
November 20, 2013 7:30 p.m.  
Douglas County West Public School Library  
7<sup>th</sup> & Washington Streets  
Waterloo, Nebraska**

1. Roll Call and Call Meeting to Order by Darren Carlson
2. Nebraska Open Meetings Act Announcement and Announcement that comments from audience will be permitted during the discussion of each Agenda item.
3. Approve Minutes of October 8, 2013 Meeting
4. People Service Report
5. Grounds Management
6. Lakes Management
7. Payment of Bills by Clerk, Robert Lynn
8. Other New Matters
9. Set Next meeting Date
10. Adjourn Meeting

### CERTIFICATE

The undersigned hereby certifies that the foregoing Agenda was prepared and available for public inspection at the address shown in the Notice to Meeting prior to the commencement of said meeting, and that no items were added to the agenda after the commencement of the meeting. The Clerk further certifies that a current copy of the Nebraska Open Meetings Act was available for review and indicated the location of such copy in the room where the meeting was being held.

  
\_\_\_\_\_  
Robert W. Lynn, Clerk of the District



To: Riverside Lakes

From: Bob McLaughlin, Operator

O & M Report: October 2013

**Water Operation & Maintenance**

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On October 3<sup>rd</sup> all fire hydrants were flushed. Some sediment was flushed out but they cleaned up well.

On the 9<sup>th</sup>, four water shut off notices were given for nonpayment. No services were turned off.

Water meters were read on the 24<sup>th</sup> and all locates were done as needed.

The monthly bacteria sample that was collected came back "O" for coliform and absent of E-Coli.

Filters at the plant were backwashed and small repairs were done during the month.

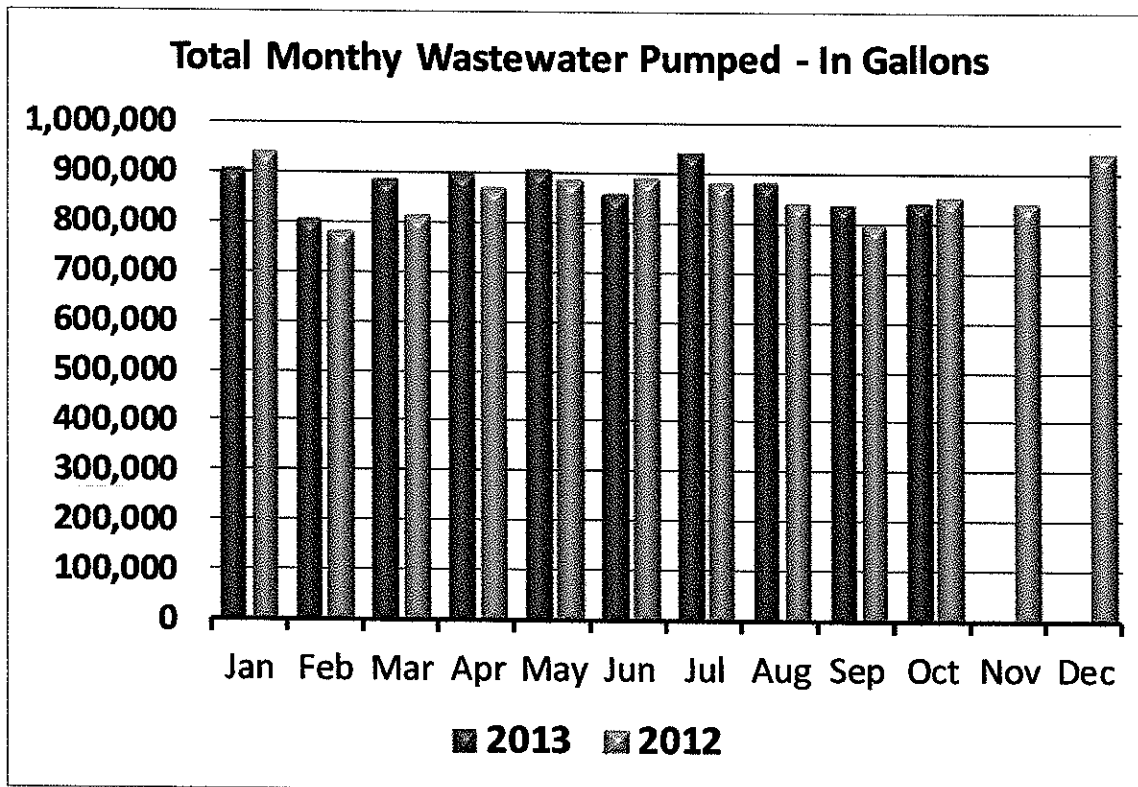
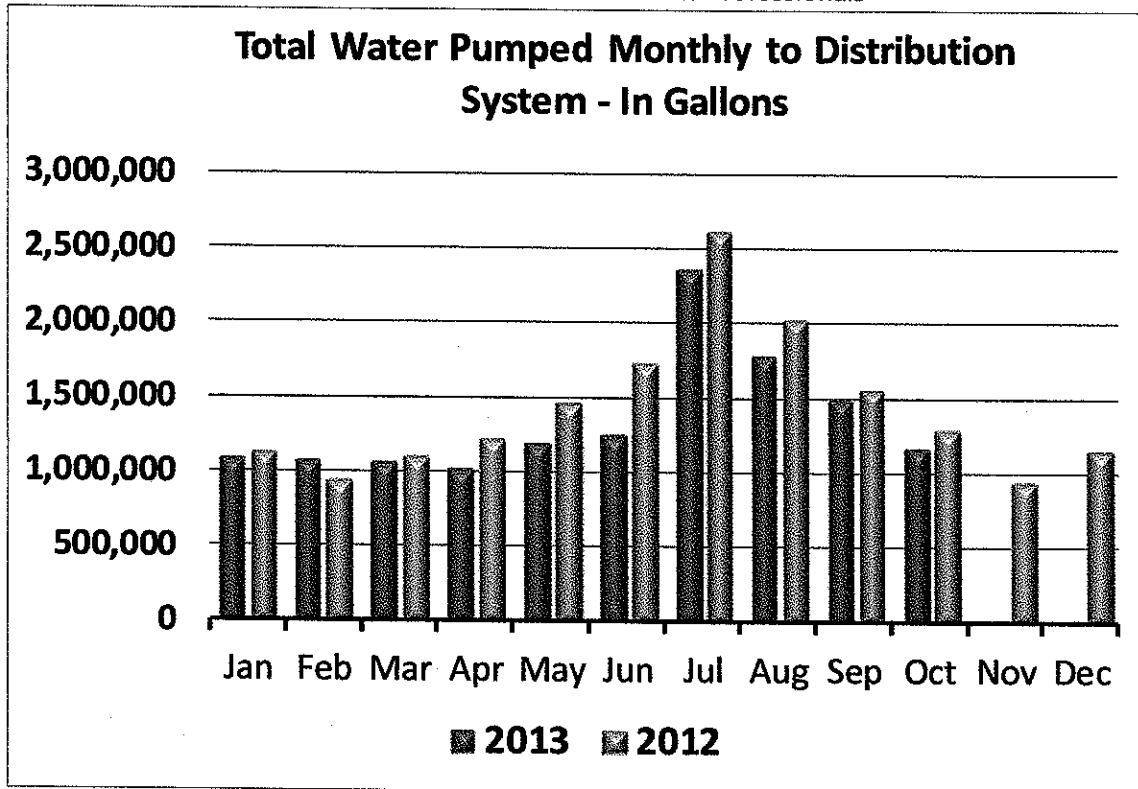
**Wastewater Operation & Maintenance**

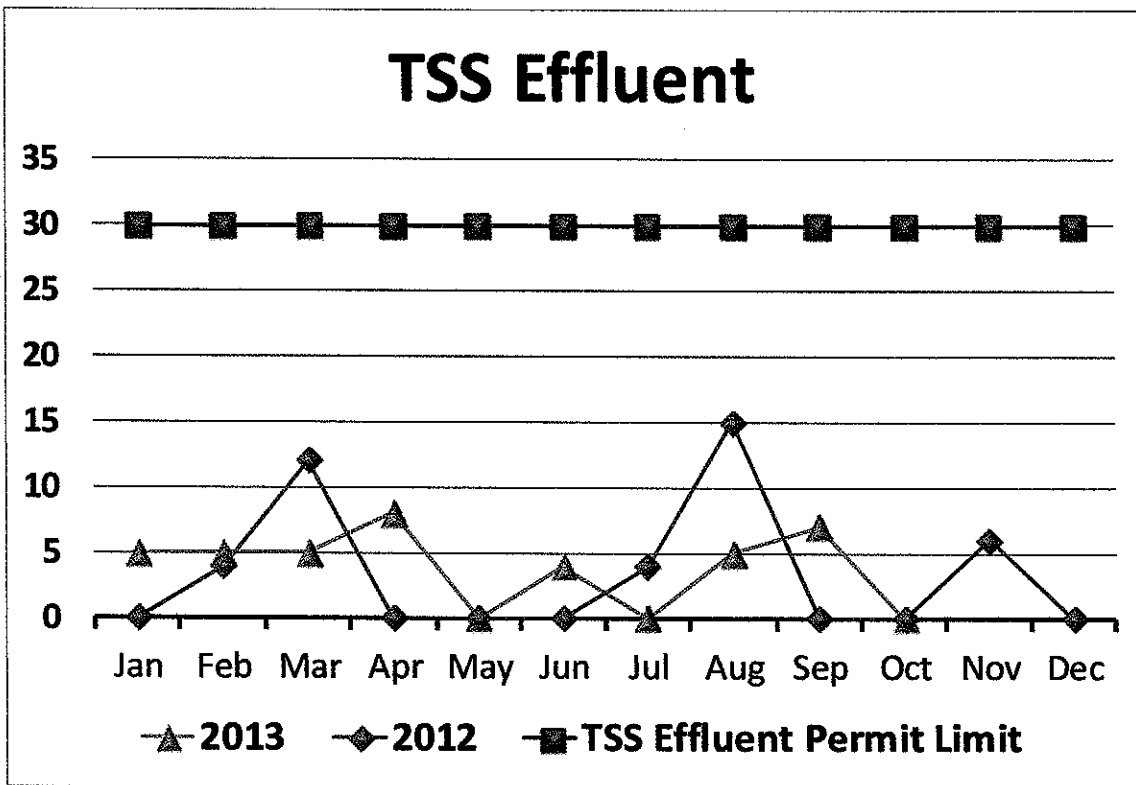
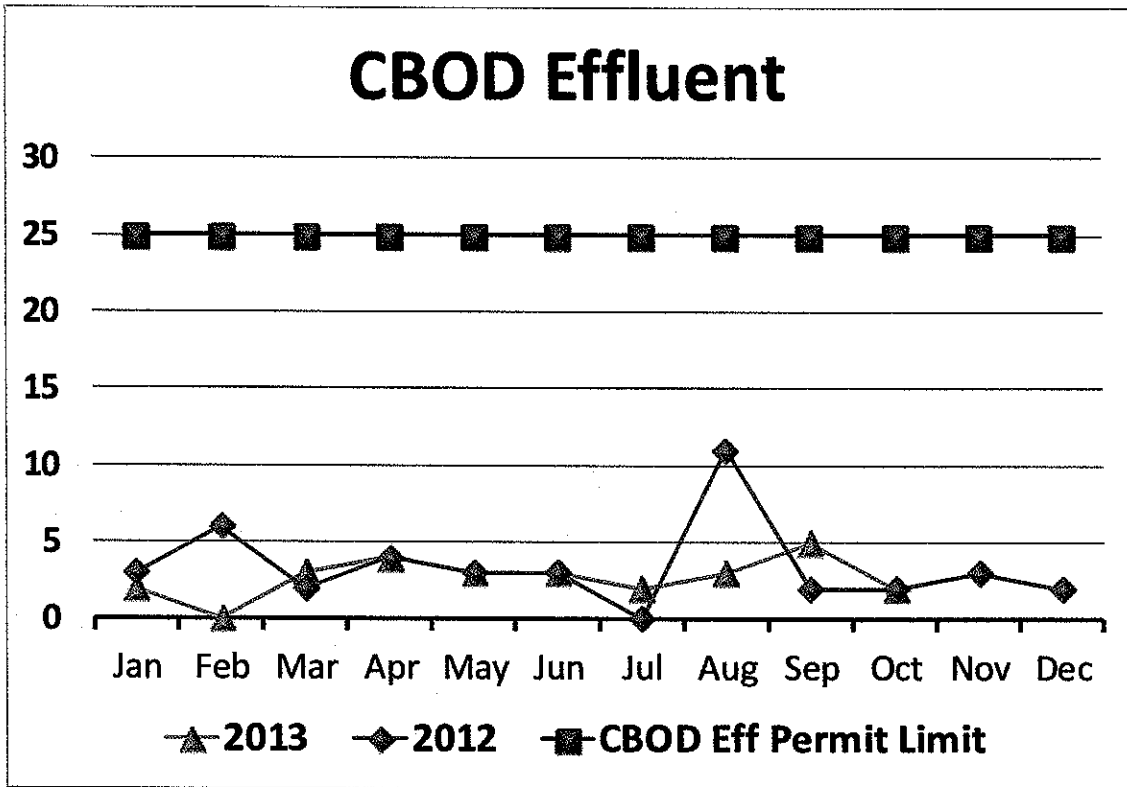
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This month Diesel Power Equipment performed the six month inspection on the generator. It was found to be in good running condition.

The monthly effluent sample that was collected came back within permit limits.

Normal daily operations, maintenance and cleaning was done. The plant ran well with no repairs needed.





# PeopleService INC.

Water & Wastewater Professionals

		October-13	September-13	October-12
<b>Water</b>				
	<b>Units</b>			
<b>Average Daily Pumped to Plant</b>	gallons	46,406	58,006	48,074
<b>Total Monthly Pumped to Plant</b>	gallons	1,438,600	1,740,000	1,490,300
<b>Total Monthly Pumped to Dist System</b>	gallons	1,182,000	1,496,000	1,292,000
<b>Average Daily Pumped to Dist System</b>	gallons	38,129	49,866	41,677
<b>Wells - Total Runtime</b>	hours	107	136	112
<b>Wells - Average Daily Runtime</b>	hours	3	4	4
<b>Wastewater</b>				
<b>CBOD</b>				
<b>CBOD Effluent</b>	mg/L	2	5	2
<b>CBOD Eff Permit Limit</b>	mg/L	25	25.0	25
<b>TSS</b>				
<b>TSS Effluent</b>	mg/L	<4	7	<4
<b>TSS Effluent Permit Limit</b>	mg/L	30	30	30
<b>Nitrogen Ammonia</b>				
<b>NA Effluent</b>	mg/L	<.010	not needed	not needed
<b>NA Effluent Permit Limit</b>	mg/L	53	53	53
<b>Effluent Flow</b>				
<b>Total Monthly</b>	gallons	844,000	840,000	854,000
<b>Average Daily</b>	gallons	27,225	28,000	27,548
<b>Maximum Daily</b>	gallons	35,000	41,000	38,000

Contract True-Ups - Current Contract Year				
Item	Budgeted Amount	Amount Spent	% of Budget	% of Time
Maintenance Budget	\$8,473.00	\$2,820.00	33%	33%

Completed	Equipment Number	Task	WO#	Type
10/17/2013	6104 HSP#2	INSPECT ENTIRE UNIT	3712.01	Scheduled
10/17/2013	6104 HSP #1	INSPECT ENTIRE UNIT	3713.01	Scheduled
10/22/2013	6104 Alarm	TEST ALARM DIALER	3714.01	Scheduled
10/22/2013	5104 UV SYSTEM	REMOVE UV SYSTEM	3725.01	Scheduled
10/22/2013	5104 PUMP	INSPECT ENTIRE UNIT	3726.01	Scheduled
10/22/2013	5104 PUM	INSPECT ENTIRE UNIT	3727.01	Scheduled
10/22/2013	5104 GENERATOR	CHECK FLUID	3728.01	Scheduled
10/22/2013	5104 COMM	GREASE BEARINGS	3729.01	Scheduled
10/22/2013	5104 BLW #2	MONTHLY PREVENTATIVE MAINT	3730.01	Scheduled
10/22/2013	5104 BLOWER MOTOR	GREASE BEARINGS	3731.01	Scheduled

# EXHIBIT "E"

## 2013 Oct General Fund Warrants

<u>Date</u>	<u>Num</u>	<u>Transaction</u>	<u>Payment</u>	<u>Deposit</u>	<u>Balance</u>
09/15/13		General Fund Cat: (Special) memo: Transfer to General Fund		\$8,510.85	15,498.21
09/15/13	6246	Nebraska Department of Revenue Cat: Sales Taxes memo: sept	434.68		15,063.53
09/15/13	6247	Ginger Parker cat: Prof Fees: Bookkeeping memo: Sept	155.00		14,908.53
09/15/13	6248	Robert Lynn cat: Clerk Fees memo: Sept	92.45		14,816.08
09/15/13	6249	Carlson & Burnett, LLP cat: Legal memo: Sept Attney fees	1,800.96		13,015.12
09/15/13	6250	Peoples Service cat:Repair/Maint.: Contractor Fees memo: nov	7,006.00		6,009.12
09/15/13	6251	Lawnman cat: Repair/Maint Grounds memo: Sept contract	2,857.00		3,152.12
09/15/13	6252	Omaha Public Power District cat: split memo: sept	2,343.88		808.24
09/15/13	6253	Papillion Santation Cat: Trash Removal memo: #3822319	41.65		766.59
09/15/13	6254	Grass Groomers cat: Repair/Maint Grounds memo: #1634/1604	6,665.00		-5,898.41
09/15/13	6255	IEH- Aquatic Research Cat: Lakes memo: invoice #123790	320.00		-6,218.41
09/15/13	6256	Tony Staup Cat:Board Fees memo: 1st Quarter	41.56		-6,259.97
09/15/13	6257	Robert Lynn Cat:Board Fees memo: 1st Quarter	27.70		-6,287.67
09/15/13	6258	Mike Anderson Cat:Board Fees memo: 1st Quarter	41.56		-6,329.23
09/15/13	6259	Keith Heinrich Cat:Board Fees memo: 1st Quarter	41.56		-6,370.79
09/15/13	6260	Larry Rasmussen Cat:Board Fees	41.56		-6,412.35

memo: 1st Quarter

09/15/13

Douglas County Property Tax Receipts  
cat: remaining 2nd half tax collections  
memo: 2012 Property Tax Collections

50,000.00

43,587.65

**2013 Nov General Fund Warrants**

<u>Date</u>	<u>Num</u>	<u>Transaction</u>	<u>Payment</u>	<u>Deposit</u>	<u>Balance</u>
11/15/13		General Fund Cat: (Special) memo: Transfer to General Fund		\$9,121.33	52,708.98
11/15/13	6261	Nebraska Department of Revenue Cat: Sales Taxes memo: oct	465.85		52,243.13
11/15/13	6262	Ginger Parker cat: Prof Fees: Bookkeeping memo: oct	155.00		52,088.13
11/15/13	6263	Robert Lynn cat: Clerk Fees memo: Oct	92.45		51,995.68
11/15/13	6264	Carlson & Burnett, LLP cat: Legal memo: Oct Attney fees	1,869.20		50,126.48
11/15/13	6265	Peoples Service cat:Repair/Maint.: Contractor Fees memo: nov	7,545.00		42,581.48
11/15/13	6266	Lawnman cat: Repair/Maint Grounds memo:Oct contract	2,857.00		39,724.48
11/15/13	6267	Omaha Public Power District cat: split memo: Oct	1,242.23		38,482.25
11/15/13	6268	Papillion Santation Cat: Trash Removal memo: #3854510	41.65		38,440.60
11/15/13	6269	Dutton & Assoc cat: Acct fees Misc memo: #26508	8,850.00		29,590.60
11/15/13	6270	SCS Aquaterra Cat: Lakes memo: invoice #0219060	2,000.00		27,590.60
11/15/13	6271	TD2 Cat: Lakes memo: invoice #101607	32.50		27,558.10
11/15/13	6272	Tony Staup Cat: Lakes memo: invoice #10-22-13	48.30		27,509.80
11/15/13	6273	Ginger Parker cat: Prof Fees: Bookkeeping supplies memo: oct	51.84		27,457.96
11/15/13	6274	Douglas Country Treasure Cat: misc memo: 26777	642.36		26,815.60

0.00

TOTAL DOLLARS SPEND 25,893.38



**Warrant Resolutions and Resolution of Tax Exemption  
(Exhibit "F" To Minutes)**

The Board of Trustees of Sanitary and Improvement District No. 177 of Douglas County, Nebraska hereby:

**BE IT FURTHER RESOLVED**, by the Board of Trustees of Sanitary and Improvement District No. 177 of Douglas County, Nebraska, that both they and the District hereby find and determine and covenants, warrants 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 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 benefited 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 of said improvements by developer during the initial period of development of said improvements there have been, and will be no persons with rights to use such improvements other than 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 authorizes 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 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** that the District hereby covenants, warrants and agrees as follow: (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; (b) to the extent that it may lawfully do so, the District hereby designates the above Warrants as (B) (i) (111) 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 that \$5,000,000 during the calendar year in which the above warrants are to be issued.

**BE IT FURTHER RESOLVED**, 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 Douglas 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 excess of the lesser of: (a) ten percent (10%) of the net principal proceeds of the above Warrants, (b) the maximum debt service due on the above Warrants, or (c) one hundred twenty-five percent (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 thirteen (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 thirteen (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) This 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.

**BE IT FURTHER RESOLVED**, that the Board of Trustees of Sanitary and Improvement District No. 177 of Douglas County, Nebraska ("the District") as follows:

Section 1: The Board of Trustees of the District hereby finds and determines:

- (a) that the District was duly formed and remains in existence pursuant to the Constitution and applicable laws of the State of Nebraska:
- (b) that the District has heretofore issued and there are now outstanding bonds and/or warrants of the District (collectively, the "Outstanding Tax-Exempt Obligation"); and
- (c) that it is necessary and advisable for the District to adopt certain procedures to promote compliance with certain federal tax and securities laws relating to the Outstanding Tax-Exempt Obligation.

Section 2: Now therefore be it resolved that the policy and procedures attached hereto as Exhibit -- "Policy and Procedures" are hereby adopted by the Board of Trustees of the District in all respects.

Section 3: This Resolution shall be in full force and effect, immediately upon its adoption by the Board of Trustees.

The Chair declared said Resolution duly passed and adopted.