

December 27, 2011

Mr. Stan Carpenter, Chancellor
Nebraska State College System
1115 K Street, Suite 102
Lincoln, Nebraska 68508

Dear Mr. Carpenter,

On November 14, 2011, BKD issued a report, which included the procedures, conclusions and recommendations relating to the agreed-upon procedures performed by BKD for the Nebraska State College System (the "November Report").

Subsequent to issuing the November Report, BKD identified an error included in Exhibit 10 (Account Activity – Special Account). Specifically, check #1136 for \$350 was listed as being issued on March 16, 2011. Check #1136 was issued on March 10, 2011 and cleared the related bank account on March 11, 2011.

In light of this error, we have corrected Exhibit 10 (Account Activity – Special Account) and have attached the corrected version of that Exhibit with this letter.

BKD, LLP

NSCS - Chadron State College
Account Activity - Special

Exhibit 10

Date	Check #	Amount	Payee	Memo	Supporting Documents Provided	Leave Request	Player Payment	NCAA	O'Boyle Version Comments	BKD Comments
02/24/09		4,785.00								Based on version provided by O'Boyle, initial deposit from golf tournament funds
03/11/09	1061	(6.82)							"family used wrong checkbook; reimbursed on March 23"	Unknown payee as no image available. Funds were reimbursed as shown on subsequent statement
03/13/09	1062	(19.01)							"family used wrong checkbook; reimbursed on March 23"	Unknown payee as no image available. Funds were reimbursed as shown on subsequent statement
03/09/09	9999	(700.00)				√			"Bill visit to U of I; Todd to AF - May have been 2 GAs with to. Bill thinks used state vehicles."	Counter check. No image available
03/23/09		25.83								
04/29/09	1063	(500.00)				√			"UNO visit; Just Bill recruiting"	Reimbursement for checks 1061 and 1062
06/20/09	1064	(428.00) Cash				√			"McCook - (2) Camps - O Line and Tony Case. Gas meals, spending money. Most likely a state car."	Counter check. No image available
07/08/09	1065	(500.00) Cash				√			"2-3 days; Conf. meeting; Jaz may have accompanied; motel, meals, entertainment Preceded by trip to GINW. Went direct from GI to Colo. Springs. May have been in GL."	
08/10/09	1066	(55.00) Chadron Municipal Pool							"Armstrong Pool closed; Paid city to get CSC players into pool. Part of Pre-season camp"	
08/13/09	1067	(75.00) Chadron Municipal Pool							"Armstrong Pool closed; Paid city to get CSC players into pool. Part of Pre-season camp"	
08/18/09	1068	(79.54) Wal-Mart							"Most likely office supplies; ink cartridges, markers for cards, etc. for pre-season"	
10/15/09		900.00							"\$1,000 donation for Joe Kanarick. Doesn't remember what \$100 was for. Could have been gatorade, drinks, cookies."	
10/18/09	1069	(25.00) Peterson Locksmith							"GA locked car."	
10/23/09	1072	(35.52) Wal-Mart							"ink cartridges/supplies"	
10/30/09	1122	(43.63) Wal-Mart							"ink cartridges/supplies"	
10/15/09	1070	(83.21) Safeway							"Meals, black bean burritos, Bill provides H/B Susan cooks meals". Additional note "Bill and Susan feed any number of coaches and GAs in their home on a regular basis, at a significant personal cost."	
10/27/09	1071	(45.00) 120 Bar							"Probably lunch"	
10/27/09	1073	(70.00) 120 Bar							"Probably supper"	
10/30/09	1074	(17.43) Stra's							"Snowstorm in region; Joe Romano - Mesa State coach and players arrived late; Bill delivered some beer to motel."	
11/04/09	1075	(22.01) Daylight Donuts							"Donuts for players to watch film in morning"	
11/28/09		(300.00) Funds Transfer Debit								No description for transaction
12/09/09		500.00							"Donor"	
11/13/09	1076	(400.00) Jim O'Boyle				√			"Went to Iowa recruiting; no money; Dad cashed check and gave \$ to Bill"	
12/01/09	1077	(57.32) Big Rats		Panhandle recruit		√			"Personal vehicle; would contact several recruits and several schools."	
12/05/09	1078	(98.55) Lariat		Senior Party					"Post banquet; Kerny Baileys, for senior's, parents."	
12/14/09	1079	(400.00) Safeway							"? Change for quarters, buns hot dogs probably re: concessions"	
01/08/10	1087	(500.00) Cash		AFCA	√	√			"Am. Football Coaches Assn. - Clinic" "Coaches assoc. fees, meals, rooms, paid for own flights?" - Orlando, FL	
01/25/10		4,500.00							"From donors golf acct, recruiting funds toward beginning of recruiting season."	
01/25/10	1080	(600.00) [REDACTED]		AFCA Rooms		√			"motel rooms for assoc. meeting; would not have covered everything - there for 5 -6 days."	
01/27/10	1081	(65.30) Safeway		GA Meal					"Purchase groceries to feed GAs home cooked meal @ O'Boyle's"	
02/18/10	1082	(837.00) William O'Boyle		AFCA/Cin. Clinic	√	√			"Probably Bill's flight in conjunction with Cincinnati; 2 clinics in one" - Glazier Clinic, entire site, Denver, CO 3 days	
02/24/10	1084	(450.00) Cash		Retreat - Cinci	√	√			"Jim McNally and Tom Moore, retreat near Cincinnati. Moore is longtime NFL off. Coordinator - Indianapolis, etc."	
03/05/10	1124	(500.00) Todd Auer							"Staff visit; probably BYU Todd - GAs"	

Date	Check #	Amount	Payee	Memo	Supporting Documents Provided	Leave Request	Player Payment	NCAA	O'Boyle Version Comments	BKD Comments
05/03/10	1085	(173.00)	Clerk of Cuming County Court	R32708					"Going to UOI and Ellsworth J.C and Iowa Western and ISU Bill's personal pickup; speeding ticket accompanied Bill, was being taken home on the way; Des Moines Check not day of ticket"	
06/15/10	1125	(17.76)	Wal-Mart						"Jost, eggs, panty hose, noodles for a camp game at summer team camps. Revenue goes through Athletic accounts for dorm rooms, food service, etc. About 2,000 participants."	
08/04/10	1083	(350.00)	[REDACTED]	camera					"broke good camera; replacement, purchased in Rapid City. Check issued to who cashed it and bought camera."	
08/11/10	1088	(159.09)	Chris Stein	Skel ladders					"Pass Skel; F/B equipment; may have been walmart; ladders are setup that QBs pass over. The ladders represent Def. Lineman who obstruct vision."	
08/31/10		6,263.03							"Deposit from donors golf tourn. Acct; mult. Cks."	
09/01/10	1001	(20.85)	Daylight Donuts						"Donuts for players"	
08/30/10	1002	(40.00)	CSC						"may have bought parking sticker, or a book. Possibly for Secretary or maintenance staff."	
08/09/10	1086	(107.94)	TJs Gun LLC						"Gunpowder for the cannon"	
10/05/10	1003	(243.00)	Cash	Gun Powder Cannon					"Gun Powder cannon"	
10/07/10	1005	(55.44)	120 Bar	GA Meals					"GA Meals"	
10/13/10	1007	(85.00)	Cash			√			"?"	
09/27/10	1089	(742.00)	Susan O'Boyle	Film Tower/Gatorlytes					"Film tower; Gatorlytes Probably credit card reimbursement; Susan is looking for C.C. statements"	
09/29/10	1090	(23.20)	Daylight Donuts						"Wednesday - Donuts for team while watching tape"	
10/27/10	1010	(130.27)	Wal-Mart							No description for transaction
10/28/10	1012	(57.32)	Wal-Mart							No description for transaction
11/10/10	1016	(92.40)	Wal-Mart							No description for transaction
10/06/10	1004	(25.22)	Daylight Donuts						"Wednesday; donuts to watch film"	
10/13/10	1006	(18.92)	Daylight Donuts						"Donuts to watch film"	
10/22/10	1009	(67.50)	Cash	Player sweats/ Gas					"Player sweats/ gas for donors"	
10/25/10	1011	(73.37)	Safeway	OL Dinner					"O-Line dinner Susan prepared"	
11/04/10	1015	(80.11)	Safeway	OL Dinner					"O-Line dinner Susan prepared"	
11/08/10	1017	(425.00)	Cash	OL/TB/----					"OL, TB and receivers - steak dinners Susan prepared"	
11/15/10	1019	(200.00)	Cash						"Chris Stein signed; Bill out of town Change for C Club Concession Acct."	
11/17/10	1018	(49.62)	Wal-Mart							No description for transaction
10/20/10	1008	(18.92)	Daylight Donuts						"Wednesday Donuts for film"	
10/27/10	1013	(18.92)	Daylight Donuts						"Wednesday Donuts for film"	
11/03/10	1014	(22.71)	Daylight Donuts						"Wednesday Donuts for film"	
12/13/10	1126	(150.00)	[REDACTED]				√	√	"Former player; had a bill to pay; end semester"	on 2010 roster
12/17/10	1127	(100.00)	Safeway						"Left signed check; home cooked meals; not Bill's" referring to handwriting on sum line	
12/12/10	1128	(146.84)	Charlie's						"Senior party; Kermy Bailor seniors, parents annual event"	
12/14/10	1129	(46.13)	Common Cents						"Gas; Panhandler - Harrison, Crawford, Hemingford"	
12/14/10	1130	(60.00)	[REDACTED]						"Tees for convention"	
12/12/10	1132	(225.00)	Cash			√			"Recruiting; Season opens on 12/1; Bill and staff would travel several times a week to several locations"	
01/11/11	1021	(25.58)	Officemax							
01/06/11	1020	(1,380.00)	Cash	AFCA Con/Rooms		√			"Convention for whole staff; rooms, travel costs, etc." - Dallas, TX	
12/20/10	1133	(200.00)	Gina Polastri	Air Fare					"Paid for flight for Polastri, who Bill was recruiting as a GA."	
12/21/10	1134	(827.00)	Cash	recruit/NE H S Trip/Film Stand					"recruit Neb. H.S. trip film stands - probably on tower - 2 stands - practices are filmed"	Based on leave request forms, no trip around this time frame
01/27/11	1022	(500.00)	Cash					√	"recruiting; visits; hosts; all student hosts; hosts are suppose to sign off; never have signed off there are regulations on amount that can be paid hosts. \$15 - \$30" - Reimburse for 2 trips	
02/18/11	1135	(600.00)	Cash	Glazier/AR Recruit		√			recruit "Glazier, AR Recruit; Spoke @ AR H.S. conf. For 3 years in row No compensation for Bill so he stopped" - Glazier Clinic in Denver, entire staff 3 days	

Date	Check #	Amount	Payee	Memo	Supporting Documents Provided	Leave Request	Player Payment	NCAA	O'Boyle Version Comments	BKD Comments
03/10/11	1136	(350.00)	Joan O'Boyle	Iowa ----- visit		√			"in Iowa recruiting; short on cash; mother cashed check; Pleasant Hill Bank Gave \$ to Bill"	Based on leave request forms, Bill was not in Iowa at this time. He had been in Iowa on 3/5 - 3/11 Correction: check #1136 was written on 3/10/11 and cleared bank on 3/11/11. Timing of check is consistent with leave request form.
03/23/11	1137	(100.00)	[REDACTED]	work			√	√	"A player. Filming in the spring; couldn't go home; Bill gave him meat; from California; gave him money and wrote down 'work'. NCAA 16.01.1.1"	Unable to locate player on football rosters
05/16/11		506.85							"?"	
04/20/11		543.00							"Spring Game Fundraiser for Gossnell girl"	
04/28/11	1032	(50.00)	Angela's	Secretary					"gift certificate for Ath. Dept. Secretary"	
04/15/11	1138	(20.54)	Westco						"propane for grill; Bill's own grill; spring game cookout"	
04/15/11	1140	(61.59)	Chadron Home Center						"spring ball equipment possibly paint for field"	
05/31/11	1033	(57.07)	Wal-Mart							No description for transaction
06/07/11	1035	(46.46)	Wal-Mart							No description for transaction
06/14/11	1036	(92.11)	Wal-Mart							No description for transaction
05/16/11	1023	(101.03)	Big Rats			√			"Fuel for personal P.U."	
05/18/11	1024	(700.00)	Cash	Cool Clinic		√			"Cincinnati Off. Line Clinic 2 days with Bengals 2 days U of Cin."	
05/23/11	1025	(28.00)	South Dakota State Parks						"staff annual fishing trip"	
05/27/11	1026	(100.00)	Cash	CSC -----					"meals for staff setup Stein, Jersild"	
04/20/11	1031	(500.00)	Gwen Gossnell Fund						"charitable contribution for ill child."	
06/03/11	1034	(125.69)	Anderson's	Camp				√	"(2) pairs of shoes for campers who were without safe shoes. NCAA 13.12.1.5" - Two pair of shoes for camp workers (brothers Tim & Kevin)	
06/10/11	1037	(475.00)	Cash	camp fees				√	"camp fees for participants who couldn't afford fees. NCAA 13.12.1.5" - Gas reimbursement for camp workers coming from IA, IL	
06/17/11	1038	(50.00)	St Pats Youth Ministry						"National Youth Conf. Charitable Contribution for attendance by youth."	
07/12/11	1048	(15.87)	Pizza Hut	Recruit				√	"Recruits meal"	
07/14/11	1053	(450.00)	Cash	GI Camp/-----		√			"Grand Island 2 Camps Todd, Bill"	
07/25/11		12,000.00							"Deposit from donors' account (golf tourn)"	
07/29/11	1041	(550.00)	Cash	RMAC meetings/ TC Camp		√			"Attended RMAC meetings attended Tony Case camps; professional long snapper"	
08/04/11	1042	(450.00)	Cash	camp/ fees				√		
08/25/11	1039	(19.24)	Daylight Donuts							No description for transaction
08/20/11	1040	(320.00)	Tony Case	NFL OL Clinic/Cincy					"Reimbursed Tony for rooms he paid for in Cincy."	This would have been 3 months after the Cincinnati trip. No other such trips exist after May 2011.
08/27/11	1043	(250.00)	Cash	BH trip		√			"Black Hills trip - scouting recruiting Bill Todd Lister"	
08/29/11	1044	(24.04)	Daylight Donuts							No description for transaction
08/23/11	1045	(43.52)	Daylight Donuts							No description for transaction
09/06/11	1046	(2,400.00)	[REDACTED]	Classes					"was let go at UNO; hired as Wide Receiver Coach at CSC - to finish Masters. \$10,000 from summer camp plus tuition"	
09/07/11	1050	(225.00)	Carl Dehling	Gun powder for home games					"gun powder for cannon"	
		<u>\$ 7,947.10</u>	Balance as of 9-16-11 - agrees with bank statement							

Summary of Select Transactions:

Total Deposits Into Account	\$30,023.71
Total Checks to Cash	9,405.50
Total Checks to O'Boyle Related Parties	1,492.00
Total Checks to William O'Boyle	837.00
Total Checks to Chris Stein	159.09
Total Payments to Players	250.00
Other Questionable Payments	1,816.56

Notes:

Note: All bank statements for this account from inception have been accounted for and no gaps are noted.