

BOARD OF DIRECTORS MEETING, FEBRUARY 29, 2016

The regular meeting of the Board of Directors of North Central Public Power District was held at the District office, Creighton, Nebraska, on Monday, February 29, 2016 at 6:30 P.M.

1. Call to Order; notice of meeting and proof of mailing.

The meeting was called to order at 6:30 p.m. and conducted by Curt Zimmerer, President and Secretary, Gregory W. Walmer, recorded the minutes.

Directors in attendance were Terry Strobe, Brent Stagemeyer, Gordon W. Fulton, Mary Ketelsen, Wm Jedlicka, Gregory Walmer, and Curt Zimmerer. Also attending were Matt Fritz, Special Operations Tech I; Art Hickman, Staking Engineer / Safety Director; Todd Zimmerer, Line Superintendent; Brent Eggerling, Assistant Line Superintendent; Keith E. Harvey, General Manager and Jeffrey M. Doerr, District Attorney. Absent was Doyle Hazen, Manager of Finance and Administration.

Notice of the meeting was given in advance thereof by publication in the Creighton News, Niobrara Tribune, Plainview News, Orchard News, Holt County Independent and the Verdigre Eagle as shown by the affidavit of publication attached to the minutes of the meeting. Notice of the meeting was given simultaneously to all the members and a copy of their acknowledgment and receipt of notice and agenda is attached to the minutes of the meeting. Availability of the agenda was communicated in the notice mailed to all the members of the meeting. All proceedings hereafter shown were taken while the convened meeting was open to the attendance of the public.

General Manager, Keith Harvey led the assembly in pledging their allegiance to the flag of the United States of America.

2. Approval of Agenda.

On a motion by Gregory Walmer and seconded by Mary Ketelsen be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the agenda as presented and a copy is to be attached to the minutes of the meeting.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

3. Convene Public (Budget) Hearing at 6:35 p.m.

On a motion by Terry Strope and seconded by Mary Ketelsen be it:

RESOLVED THAT the Board of Directors of North Central Public Power District convene public (Budget) hearing.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

4. Official Public (Budget) Hearing on the 2016 budgets for the purpose of hearing support, opposition, criticism, suggestions or observations of ratepayers' concerns for the proposed budget. Official Notice of the Budget Hearing was published in the Creighton News, Plainview News, Niobrara Tribune, Verdigre Eagle, Orchard News, and the Holt County Independent on January 17, 2016 and on January 24, 2016. The 2016 Operating and Non-Operating budget and Capital Expenditure Budget will be presented by General Manager, Keith Harvey.

No one from the public was present.

5. Adjourn Public (Budget) Hearing.

On a motion by Gordon W. Fulton and seconded by Brent Stagemeyer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District adjourn Public (Budget) hearing.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes;

Walmer, yes; and Zimmerer, yes. Motion carried.

6. Reconvene regular meeting.

7. Approval of the January 25, 2016 Annual Board meeting minutes.

A motion was made by Wm. L. Jedlicka and seconded by Mary Ketelsen to dispense with the reading of the January 25, 2016 annual board meeting minutes and approve the minutes as mailed. By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

8. Public Comment: Pursuant to Nebraska Statute Section 84-1412, the public is advised that a copy of today's agenda and all reproducible material which will be discussed at today's meeting is located on the table at the side of the room. Also available in that same general area is a current copy of the Nebraska Open Meetings Act which is accessible to the public.

There were no public comments.

9. Discussion and possible action to approve the 2016 Operating and Non-Operating Budget and Capital Expenditure Budget.

General Manager, Harvey reviewed the proposed 2016 Operating and Non-Operating budget and Capital Expenditure budget with the directors.

On a motion by Gregory Walmer and seconded by Gordon W. Fulton be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the 2016 Operating and Non-Operating Budget and Capital Expenditure Budget as presented and a copy be attached to the minutes of the meeting.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

10. Staff Reports.

Todd Zimmerer, Line Superintendent reported on the operation department's monthly operations.

11. Safety report (January 5, 2016 In-House conducted).

The board of directors reviewed the January 5, 2016 In-House safety meeting minutes. On a motion by Gordon W. Fulton and seconded by Terry Strobe be it:

RESOLVED THAT the Board of Directors of North Central Public Power District accept the January 5, 2016 Safety meeting minutes as presented and a copy is to be attached to the minutes of the meeting.

By roll call vote, Fulton, yes; Strobe, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

12. Discussion and possible action to approve the Record Disposition Report.

On a motion by Gregory Walmer and seconded by Brent Stagemeyer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the Record Disposition Report as presented and a copy be attached to the minutes of the meeting.

By roll call vote, Fulton, yes; Strobe, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

13. Discussion and possible action to amend 14.6 Other Anticipated Emergencies of the

Emergency Procedure section of the Employee Handbook.

On a motion by Brent Stagemeyer and seconded by Mary Ketelsen be it:

RESOLVED THAT the Board of Directors of North Central Public Power District amend 14.6 Other Anticipated Emergencies of the Emergency Procedure section of the Employee Handbook as presented and a copy is to be attached to the minutes of the meeting.

By roll call vote, Fulton, yes; Strobe, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

14. Discussion and approval of Exhibit 1 of Policy Bulletin 2060: Authorized individuals to sign District RUS, CFC, Federal, State and Local financial institutions and other organizations' statements, forms and checks requiring District signatures.

On a motion by Wm. L. Jedlicka and seconded by Terry Strobe be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve Exhibit 1 of Policy Bulletin 2060: Authorized individuals to sign District RUS, CFC, Federal, State and Local financial institutions and other organizations' statements, forms and checks requiring District signatures as presented and a copy is to be attached to the minutes of the meeting.

By roll call vote, Fulton, yes; Strobe, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

15. Manager's report.

Meetings attended:

A list of the meetings attended is on the Manager's Report attached to the minutes of the meeting.

Upcoming Meetings:

The upcoming meetings are listed on the attached Manager's report.

New Business:

1. Thank You notes

Old Business:

1. Windows/doors Update
2. Bathroom remodel Update
3. Land and Cold Storage Update
4. Theft of Service discussion

Strategic Plan Update:

1. Current Status

16. Discussion and approval to set a date and time for the March Regular board meeting to be held at the District office.

On a motion by Terry Strope and seconded by Brent Stagemeyer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District set the next Regular board meeting for March 28, 2016 at 6:30 p.m. at the District office.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

17. Discussion and approval of the December 2015 and January 2016 financials – Manager of Finance and Administration.

The board of directors reviewed the December 2015 and January 2016 financials. On a motion by Terry Strope and seconded by Mary Ketelsen be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the December 2015 and January 2016 financials as presented and a copy be attached to the minutes of the meeting.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

18. Discussion and approval of the purchase of a Certificate of Deposit with the Industrial and Commercial Bank of China, New York, NY (Sutton) in the amount of \$200,000.00 at 1.00% for 18 months.

On a motion by Mary Ketelsen and seconded by Gregory Walmer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the purchase of a Certificate of Deposit with the Industrial and Commercial Bank of China, New York, NY (Sutton) in the amount of \$200,000.00 at 1.00% for 18 months.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes;

Walmer, yes; and Zimmerer, yes. Motion carried.

19. Discussion and approval of the purchase of a Certificate of Deposit with the NexBank, SSB, Dallas, TX (Sutton) in the amount of \$200,000.00 at 1.00% for 18 months.

On a motion by Mary Ketelsen and seconded by Gregory Walmer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the purchase of a Certificate of Deposit with the NexBank, SSB, Dallas, TX (Sutton) in the amount of \$200,000.00 at 1.00% for 18 months.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes;

Walmer, yes; and Zimmerer, yes. Motion carried.

20. Discussion and approval of the purchase of a Certificate of Deposit with the T Bank N.A., Tollway TX (Sutton) in the amount of \$249,000.00 at 1.00% for 19 months.

On a motion by Terry Strope and seconded by Gregory Walmer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the purchase of a Certificate of Deposit with the T Bank N.A., Tollway, TX (Sutton) in the amount of \$249,000.00 at 1.00% for 19 months.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes;

Walmer, yes; and Zimmerer, yes. Motion carried.

21. Discussion and approval of the purchase of a Certificate of Deposit with the WesBanco, Wheeling WV (Sutton) in the amount of \$249,000.00 at 1.00% for 21 months.

On a motion by Wm. L. Jedlicka and seconded by Terry Strope be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the purchase of a Certificate of Deposit with WesBanco, Wheeling WV (Sutton) in the amount of \$249,000.00 at 1.00% for 21 months.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes;

Walmer, yes; and Zimmerer, yes. Motion carried.

22. Discussion and approval of the purchase of a Certificate of Deposit with NOA Bank, Duluth, GA (Sutton) in the amount of \$200,000.00 at 1.00% for 23 months.

On a motion by Brent Stagemeyer and seconded by Gregory Walmer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the purchase of a Certificate of Deposit with the NOA Bank, Duluth, GA (Sutton) in the amount of \$200,000.00 at 1.00% for 23 months.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes;

Walmer, yes; and Zimmerer, yes. Motion carried.

23. Discussion and approval of the purchase of a Certificate of Deposit with the EnerBank USA, Salt Lake City, UT in the amount of \$200,000.00 at 1.00% for 24 months.

On a motion by Brent Stagemeyer and seconded by Mary Ketelsen be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the purchase of a Certificate of Deposit with the EnerBank USA, Salt Lake City, UT in the amount of \$200,000.00 at 1.10% for 24 months.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes;

Walmer, yes; and Zimmerer, yes. Motion carried.

24. Discussion and approval of expenditures covering all monetary encumbrances of the District for the month of January, 2016.

The board of directors reviewed the expenditures covering the month of January 2016. On a motion by Mary Ketelsen and seconded by Gordon W. Fulton be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the expenditures for the month of January 2016 as presented and a copy be attached to the minutes of the meeting.

By roll call vote, Fulton, yes; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes;

Walmer, yes; and Zimmerer, yes. Motion carried.

25. Board will adjourn into executive session for the purpose of discussing matters related to personnel to, among other things, avoid needless injury to individuals and to reconvene to the Regular Board meeting after business is discussed.

On a motion by Terry Strobe and seconded by Gregory Walmer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District enter into executive session at 8:40 p.m. for the purpose of discussing matters related to personnel to, among other things, avoid needless injury to individuals and to reconvene to the Regular Board meeting after business is discussed.

By roll call vote, Fulton, yes; Strobe, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes; Walmer, yes; and Zimmerer, yes. Motion carried.

26. Adjournment.

Board President, Zimmerer adjourned the board meeting at 9:40 p.m.

I, Gregory W. Walmer, do hereby certify that I am the Secretary of North Central Public Power District and that the foregoing is a full, true and correct copy of the minutes of the Board of Directors, meeting in regular session, February 29, 2016.

Gregory W. Walmer, Secretary

APPROVED:

Curt Zimmerer, President

Attachments: (To the original minutes)

- Acknowledgment of Notice
- Publishers Affidavit
- 2016 Operating and Non-Operating Budget and Capital Expenditure Budget
- January 5, 2016 Safety meeting minutes

- Record Disposition Report
- 14.6 Other Anticipated Emergencies of the Emergency Procedure section of the Employee Handbook
- Exhibit 1 of Policy Bulletin 2060: Authorized individuals to sign District RUS, CFC, Federal, State and Local financial institutions and other organizations' statements, forms and checks requiring District signatures
- Manager's Report
- December 2015 and January 2016 Financials
- January 2016 Check Register