

## **BOARD OF DIRECTORS MEETING, JANUARY 30, 2012**

The annual meeting of the Board of Directors of North Central Public Power District was held at North Central Public Power District office, in Creighton, Nebraska, on Monday, January 30, 2012 at 6:30 P.M.

### **Call to Order; notice of meeting and proof of mailing.**

The meeting was called to order and conducted by Terry Strope, President and Secretary, Gregory W. Walmer, recorded the minutes.

Directors in attendance were Gordon W. Fulton, William L. Jedlicka, Curt Zimmerer, Gregory W. Walmer, Mary Ketelsen and Terry Strope. Also attending were Todd Zimmerer, Assistant Operations Manager; Chad Waldow, Operation Manager; Doyle Hazen, Manager of Finance and Administration; Keith E. Harvey, General Manager and Jeffrey M. Doerr, District Attorney. Brent M. Stagemeyer, Director arrived at 7:15 p.m.

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.

### **Approval of the December 12, 2011 Regular Board meeting minutes.**

A motion was made by Gordon W. Fulton and seconded by Curt Zimmerer to dispense with the reading of the December 12, 2011 regular board meeting minutes and approve the

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

**Election of Officers, appoint District representatives, selection of District Attorney.**

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 appoint Jeffrey M. Doerr, District Attorney as temporary chairman to conduct the election of board president.

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

**Election of Officers:**

Nominations for board president were accepted: Wm. Jedlicka was nominated. A motion was made by Curt Zimmerer and seconded by Gregory Walmer that nominations cease for President and unanimous ballot be cast for Wm. Jedlicka.

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

District Attorney, Jeff Doerr returned control of the meeting to elected president, Wm. Jedlicka.

Nominations for board vice president were accepted: Mary Ketelsen was nominated. A motion was made by Terry Strobe and seconded by Curt Zimmerer, that nominations cease and unanimous ballot be cast for Mary Ketelsen.

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

Nominations for board secretary were accepted: Gregory W. Walmer was nominated. A motion was made by Gordon W. Fulton and seconded by Mary Ketelsen, that nominations cease and unanimous ballot be cast for Gregory W. Walmer.

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

Nominations for board treasure were accepted: Curt Zimmerer was nominated. A motion was made by Gordon W. Fulton and seconded by Gregory Walmer, that nominations cease and unanimous ballot be cast for Curt Zimmerer.

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

**Appoint District Representatives:**

Appointment of District voting delegates and alternates for G&T, NRECA, CFC, NREA, NRE Cooperative, NRTV and NRTC were assigned. G&T's voting delegate is Gordon W. Fulton with Brent Stagemeyer as alternate and Keith E. Harvey as 2<sup>nd</sup> alternate. NRECA's voting delegate is Gordon W. Fulton with Wm. Jedlicka as alternate. CFC's voting delegate is Gordon W. Fulton with Curt Zimmerer as alternate. NREA's voting delegate is Wm Jedlicka, with Terry Strobe as alternate, and 2nd alternate, Keith E. Harvey. NRE Cooperative's voting delegate is Keith Harvey with Chad Waldow as alternate. NRTV's voting delegate is Gordon W. Fulton. NRTC's voting delegate is Gordon W. Fulton with Wm. L. Jedlicka as alternate.

**Select District Attorney.**

Jeffrey M. Doerr, District Attorney, temporarily left the meeting at 6:42 P.M. to allow the board to discuss the selection of District Attorney.

On a motion by Gordon W. Fulton and seconded by Mary Ketelsen be it:

RESOLVED THAT the Board of Directors of North Central Public Power District retain Jeffrey M. Doerr as District attorney.

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

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

Jeffrey M. Doerr, reentered the meeting at 6:50 P.M.

**Public Comment.**

There were no public comments.

**Staff Reports.**

Doyle Hazen, Manager of Finance and Administration discussed with the Directors changing the billing procedure for irrigation accounts. Currently irrigation accounts are not subject to a late payment penalty on past due horsepower charges. Management is recommending changing the billing procedure so that all irrigation accounts that has a past due amount will be subject to the late payment penalty starting in 2012. The board was in agreement that the Policy Bulletin 2330-4 Late Payment Fee should be followed as written and irrigation accounts should be subject to late payment penalties.

Chad Waldow, Operation Managers reported on the operations department's monthly operations. Crews are performing tree work and completing the annual line patrol. The District's new 45' bucket truck that was to arrive in 2011 has been delivered. Waldow also discussed future irrigation growth. This was a topic discussed at the Strategic planning session that was held recently to get direction from the Board of Directors to determine a balance of irrigation growth and amount of maintenance on the system.

**Safety report (December 16 & 19, 2011 In-House conducted).**

The board of directors reviewed the December 16 & 19, 2011 In-House conducted safety meeting minutes. On a motion by Curt Zimmerer and seconded by Mary Ketelsen be it:

RESOLVED THAT the board of directors of North Central Public Power District approve accept the December 16 and 19, 2011 safety meeting minutes as presented and a copy be attached to the minutes of the meeting.

By roll call vote, Zimmerer, yes; Fulton, yes; Stagemeyer, absent; Ketelsen, yes;

Walmer, yes; Strobe, yes; and Jedlicka, yes. Motion carried.

**Manager's report including old business/new business/meetings attended and upcoming meetings.**

**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. North Central Public Power District's regular board meeting will be held February 27, 2012 at the District office.

**New Business:**

1. NPPD Economic Rate and possible Chapter 70 Law Change.
2. Irrigation line extension policy complaint.

**Old Business:**

1. Compressed air storage.
2. Changing office hours from 8:00 a.m. to 5:00 p.m. with one hour lunch to 8:00 a.m. to 4:30 p.m. with one-half hour lunch.

**Strategic Plan Update:**

**Key Ratio Trend Analysis discussion (KRTA).**

Manager Harvey presented and reviewed several key ratio trend analysis graphs with the board of board.

**Discussion and possible action to amend 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 Gregory Walmer and seconded by Curt Zimmerer be it:

RESOLVED THAT the board of directors of North Central Public Power District approve 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 Curt Zimmerer is the new elected Treasurer for the District.

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By roll call vote, Fulton, yes; Strobe, yes; Stagemeyer, yes; Ketelsen, yes;

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

**Discussion and possible action to amend Policy Bulletin 2200: Residential, Seasonal and Commercial Line Extensions or Additions.**

General Manager, Harvey reviewed the proposed revisions in the amounts allowed per rate class for line extensions or addition as indicated in Policy Bulletin 2200: Residential, Seasonal and Commercial Line Extensions or Additions. On a motion by Gregory Walmer and seconded by Terry Strobe be it:

RESOLVED THAT the board of directors of North Central Public Power District amend Policy Bulletin 2200: Residential, Seasonal and Commercial Line Extensions or Additions as presented and a copy be attached to the minutes of the meeting.

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By roll call vote, Ketelsen, yes; Fulton, yes; Strobe, yes; Zimmerer, yes;

Stagemeyer, yes; Walmer, yes; and Jedlicka, yes. Motion carried.

**Discussion and possible action to amend Policy Bulletin 2210: To permanent extensions of, or additions to, the District's existing electric lines and facilities for irrigation service.**

General Manager, Harvey reviewed the proposed revisions in the amounts allowed per irrigation rate class for permanent extensions of or additions to the District's existing lines and

facilities for irrigation service as indicated in Policy Bulletin 2210. On a motion by Mary Ketelsen and seconded by Brent Stagemeyer be it:

RESOLVED THAT the board of directors of North Central Public Power District amend Policy Bulletin 2210: To permanent extensions of, or additions to, the District's existing electric lines and facilities for irrigation service as presented and a copy be attached to the minutes of the meeting.

By roll call vote, Strope, yes; Fulton, yes; Zimmerer, yes; Ketelsen, yes;

Stagemeyer, yes; Walmer, yes; and Jedlicka, yes. Motion carried.

### **Discussion and possible action to approve 2012 Operating & Capital Budgets.**

General Manager, Harvey reviewed the proposed 2012 Operating & Capital Budget with the Board of Directors. On a motion by Terry Strope and seconded by Gordon W. Fulton be it:

RESOLVED THAT the board of directors of North Central Public Power District approve the proposed 2012 Operating & Capital Budget as presented and a copy is to be attached to the minutes of the meeting.

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

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

### **Discussion and approval of the November 2011 financials.**

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 November 2011 financials as presented and a copy is to be attached to the minutes of the meeting.

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

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

### **Discussion and approval of the December 2011 Year-End financials.**

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 December 2011 Year-End financials as presented and a copy is to be attached to the minutes of the meeting.

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

**Discussion and approval of the purchase of one Certificate of Deposit with the Cathay Bank, Los Angeles, CA for \$178,500.00 at a rate of .75% and a term of 24 months and one Certificate of Deposit with Hometown Bank, N.A. Carthage, MO for \$98,997.01 at a rate of 1.10% and a term of 24 months.**

On a motion by Curt Zimmerer and seconded by Gregory Walmer be it:

RESOLVED THAT the board of directors of North Central Public Power District approve the purchase of new one Certificate of Deposit with the Cathay Bank, Los Angeles, CA for \$178,500.00 at a rate of .75% and a term of 24 months and one Certificate of Deposit with Hometown Bank, N.A. Carthage, MO for \$98,997.01 at a rate of 1.10% and a term of 24 months.

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

**Approval of expenditures covering all monetary encumbrances of the District for the month of December 2011.**

The board of directors reviewed the expenditures covering the month of December 2011.

On a motion by Gordon W. Fulton and seconded by Terry Strope be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the expenditures for the month of December 2011 as presented and a copy be attached to the minutes of the meeting.

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

**Board will adjourn into executive session for the purposes of discussing imminent litigation.**



On a motion by Curt Zimmerer and seconded by Gordon W. Fulton be it:

RESOLVED THAT the Board of Directors of North Central Public Power District enter into executive session at 9:10 p.m. for the purpose to discuss imminent litigation.

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

On a motion by Gregory Walmer and seconded by Curt Zimmerer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District leave executive session at 9:20 p.m.

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

**Adjournment.**

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 annual session, January 30, 2012.

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Gregory W. Walmer, Secretary

APPROVED:

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Wm. L. Jedlicka, President

Attachments: (To the original minutes)

- Acknowledgment of Notice
- Publishers Affidavit
- Safety Meeting Minutes

- 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.
- Policy Bulletin 2200: Residential, Seasonal and Commercial Line Extensions or Additions.
- Policy Bulletin 2210: To permanent extensions of, or additions to, the District's existing electric lines and facilities for irrigation service.
- 2012 Operating & Capital Budget
- Manager's Report
- December 2011 Check Register