

BOARD OF DIRECTORS MEETING, DECEMBER 19, 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, December 19, 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 Strope, Brent Stagemeyer, Gordon W. Fulton, Mary Ketelsen, William Jedlicka, Gregory Walmer, and Curt Zimmerer. Also attending were Matt Fritz, Special Operations Tech I; Art Hickman, Staking Engineer / Safety Director; Todd Zimmerer, Operations Manager; Brent Eggerling, Assistant Operations Manager; Doyle Hazen, Manager of Finance and Administration; Keith E. Harvey, General Manager and Jeffrey M. Doerr, District Attorney.

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 Wm. L. Jedlicka 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. Approval of the November 28, 2016 Regular Board meeting minutes.

A motion was made by Terry Strope and seconded by Brent Stagemeyer to dispense with the reading of the November 28, 2016 regular 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.

4. 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 on the west wall is a current copy of the Nebraska Open Meetings Act which is accessible to the public.

There were no public comments.

5. Discussion related to the permanent extensions of, or additions to, the District's existing electric lines and facilities policies.

The board reviewed and discussed the information pertaining to the permanent extensions of, or additions to, the District's existing electric lines and facilities policies that was provided by General Manager Harvey. There was no recommendation for change of policy or for an action item regarding this issue at a future board meeting. A copy of this

information is attached to the minutes.

6. Presentation of Preliminary 2017 Budget.

General Manager Harvey reviewed the preliminary 2017 Budget with the board of directors.

7. Discussion and possible action to amend Policy Bulletin 2160R: Electric Efficiency Incentive Program and Exhibit 1.

The board reviewed the proposed changes to Policy Bulletin 2160R: Electric Efficiency Incentive Program and Exhibit 1 for 2017. 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 amend Policy Bulletin 2160R: Electric Efficiency Incentive Program and Exhibit 1 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.

8. Discussion and possible action to amend Policy Bulletin 2495: Wind Farm Billing for Delivery from High Voltage Transmission Facilities.

General Manager Harvey reviewed the changes to Policy Bulletin 2495: Wind Farm billing for Delivery from High Voltage Transmission Facilities. 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 amend Policy Bulletin 2495: Wind Farm Billing for Delivery from High Voltage Transmission Facilities 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.

9. Discussion and review of the Employee Handbook.

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 Employee Handbook as presented.

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

10. Discussion and possible action to adopt LED Security Light Rates proposed by Utility Financial Solutions.

Agenda Item 10 was tabled. No action taken.

11. Staff Reports.

Doyle Hazen, Manager of Finance and Administration reported on the billing departments monthly operations.

Todd Zimmerer, Operations Manager reported on the operation department's monthly operations.

12. Safety report (November 2, 2016 Statewide conducted).

The board of directors reviewed the November 2, 2016, Statewide safety meeting minutes.

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

RESOLVED THAT the Board of Directors of North Central Public Power District accept the November 2, 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.

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

On a motion by Gregory W. Walmer and seconded by Mary Ketelsen 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; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Jedlicka, yes;

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

14. 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
2. Chamber Red Book advertising

Old Business:

1. None

15. Discussion and approval to set a date and time for the January 2017 Annual board meeting to be held at the District office.

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

RESOLVED THAT the Board of Directors of North Central Public Power District set the Annual board meeting for January 23, 2017 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.

16. Discussion and approval of the November 2016 financials.

The board of directors reviewed the November 2016 financials – Manager of Finance and

Administration. 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 November 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.

17. Discussion and approval of the purchase of a Certificate of Deposit with the Franklin Synergy Bank, Franklin, TN (Sutton) in the amount of \$100,000.00 at 0.900% for 19 months.

On a motion by Gregory W. Walmer 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 Franklin Synergy Bank, Franklin, TN (Sutton) in the amount of \$100,000.00 at 0.900% for 19 months.

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 American Nation Bank, Ardmore, OK (Sutton) in the amount of \$249,000.00 at 1.200% for 24 months.

On a motion by Mary Ketelsen and seconded by Gregory W. 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 American Nation Bank, Ardmore, OK (Sutton) in the amount of \$249,000.00 at 1.200% for 24 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 Valliance Bank, Oklahoma City, OK (Sutton) in the amount of \$249,000.00 at 1.4500% for 36

months.

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

RESOLVED THAT the Board of Directors of North Central Public Power District approve the purchase of a Certificate of Deposit with the Valliance Bank, Oklahoma City, OK (Sutton) in the amount of \$249,000.00 at 1.4500% for 36 months.

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

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

20. Discussion and approval of expenditures covering all monetary encumbrances of the District for the month of November, 2016 with the exception of Check #85381 written to Jedlicka's Hardware Hank in the amount of \$40.65.

The board of directors reviewed the expenditures covering the month of November 2016.

On a motion by Gordon W. Fulton and seconded by Wm. L. Jedlicka be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the expenditures for the month of November 2016 as presented except check #85381 written to Jedlicka's Hardware Hank in the amount of \$40.65 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.

21. Approval of Check #85381 written to Jedlicka's Hardware Hank in the amount of \$40.65.

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

RESOLVED THAT the Board of Directors of North Central Public Power District approve the check #85381 written to Jedlicka's Hardware Hank in the amount of \$40.65 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, abstain; Walmer, yes; and Zimmerer, yes. Motion carried.

22. Board will adjourn into executive session for the purposes 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 Gregory W. Walmer and seconded by Brent Stagemeyer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District adjourned into executive session at 8:36 p.m. for the purposes of discussing matters related to personnel to, among other things, avoid needless injury to individuals and to reconvene to the Regular board meeting at 8:41 p.m.

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

23. Discussion and possible action to approve the 2016 Operating and Non-Operating write-offs.

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 2016 Operating and Non-Operating write-offs 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.

24. Adjournment.

Board President, Zimmerer adjourned the board meeting at 8:42 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, December 19, 2016.

Gregory W. Walmer, Secretary

APPROVED:

Curt Zimmerer, President

Attachments: (To the original minutes)

- Acknowledgment of Notice
- Publishers Affidavit
- Permanent extensions of, or additions to, the District's existing electric lines and facilities policies information
- Preliminary 2017 Budget
- Policy Bulletin 2160R: Electric Efficiency Incentive Program and Exhibit 1
- Policy Bulletin 2495: Wind Farm Billing for Delivery from High Voltage Transmission Facilities
- November 2, 2016 Safety meeting minutes
- Record Disposition Report
- Manager's Report
- November 2016 Financials
- November 2016 Check Register
- 2016 Operating and Non-Operating Write-Offs