

## **BOARD OF DIRECTORS MEETING, FEBRUARY 27, 2012**

The regular 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, February 27, 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 Wm. Jedlicka, President and Secretary, Gregory W. Walmer, recorded the minutes.

Directors in attendance were Brent M. Stagemeyer, Gordon W. Fulton, Curt Zimmerer, Gregory W. Walmer, Mary Ketelsen, Terry Strobe and William L. Jedlicka. Also attending were Matt Fritz; Art Hickman, Safety Manager and Staking Engineer I; Chad Waldow, 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.

### **Approval of the January 30, 2012 Annual Board meeting minutes.**

A motion was made by Curt Zimmerer and seconded by Terry Strobe to dispense with the reading of the January 30, 2012 annual board meeting minutes and approve the minutes as

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

**Public Comment.**

There were no public comments.

**Staff Reports.**

Doyle Hazen, Manager of Finance and Administration reported auditors from Schmidt and Company will be at the District office on March 5 to complete the 2011 Audit. The District will be advertising to hire an individual for Billing Receptionist/Clerk position. Hazen also reported the District's loan with the RUS has been paid in full and all RUS liens have been released.

Chad Waldow, Operations Managers reported on the his department's monthly operations. The Winnetoon Transmission Line project is running on schedule with a March 31, 2012 completion date. There are only 18 poles that need to be set; 6 to 7 miles of conductor need to be strung in; 69 KV switch pole needs installed; material needs retired and payment for pole easements need to be completed. Waldow also reported on the annual savings for irrigation customers per year in comparison to diesel motors.

**Safety report (January 3, 2012 Statewide conducted).**

The board of directors reviewed the January 3, 2012 Statewide conducted safety meeting minutes. 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 accept the January 3, 2012 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, yes; Ketelsen, yes; Walmer, yes; Strope, yes; and Jedlicka, yes. Motion carried.

**Discussion and possible action on removal of Policy Bulletin 2270: Post-Retirement**

**Medical Premiums paid by District.**

General Manager, Harvey reported Policy Bulletin 2270: Post-Retirement Medical Premiums paid by District should be removed from the District's policy manual as the requirements of this policy expired on March 31, 2008. On a motion by Gordon W. Fulton and seconded by Gregory W. Walmer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District remove Policy Bulletin 2270: Post-Retirement Medical Premiums paid by District from the District's Policy Manual.

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

**Discussion and possible action to amend Policy Bulletin 2330: Billing and Payment**

**Procedure.**

General Manager, Harvey recommended the Board consider the proposed changes to Policy Bulletin 2330: Billing and Payment procedures as presented. 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 Policy Bulletin 2330: Billing and Payment Procedure as presented and a copy be attached to the minutes of the meeting.

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

**Discussion and possible action to amend Policy Bulletin 2330-4: Late Payment Fee.**

General Manager, Harvey recommended the Board consider the proposed changes to Policy Bulletin 2330-4: Late Payment Fee reducing the penalty from 10 percent to 5 percent. 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 amend Policy Bulletin 2330-4: Late Payment Fee as presented and a copy be attached to the minutes of the meeting.

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

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

**Discussion and possible action on amending Distribution Generation Policies / Procedures / Rates Exhibit D Avoided Cost Rate Schedule(s) – Small Non-Dispatchable AC-1 Rate Schedule for effective date of January 1, 2012.**

The board of directors reviewed the rate change to the Distribution Generation Policies / Procedures / Rates Exhibit D Avoided Cost Rate Schedule(s) – Small Non-Dispatchable AC-1 Rate Schedule. 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 amend the Distribution Generation Policies / Procedures / Rates Exhibit D Avoided Cost Rate Schedule(s) – Small Non-Dispatchable AC-1 Rate Schedule retroactive to January 1, 2012 as presented.

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

Walmer, yes; Strope, 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 March 26, 2012 at the District office.

**New Business:**

1. Consumer "Atta Boy" comments.

2. New employee hire

**Old Business:**

**Strategic Plan Update:**

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

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

**Discussion and approval of the January 2012 financials.**

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

RESOLVED THAT the board of directors of North Central Public Power District approve the January 2012 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.

**Approval of expenditures covering all monetary encumbrances of the District for the month of January 2012.**

The board of directors reviewed the expenditures covering the month of January 2012.

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 expenditures for the month of January 2012 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.

**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, February 27, 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 2270: Policy Bulletin 2270: Post-Retirement Medical Premiums paid by District - Remove
- Policy Bulletin 2330: Billing and Payment Procedure
- Policy Bulletin 2330-4: Late Payment Fee
- Distribution Generation Policies / Procedures / Rates Exhibit D Avoided Cost Rate Schedule(s) – Small Non-Dispatchable AC-1 Rate Schedule
- Manager's Report
- January 2012 Check Register