

BOARD OF DIRECTORS MEETING, APRIL 25, 2011

The regular meeting of the Board of Directors of North Central Public Power District was held at the Creighton Public Library Meeting room, Creighton, Nebraska, on Monday, April 25, 2011 at 6:30 P.M.

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

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

Directors in attendance were Gordon W. Fulton, Brent M. Stagemeyer, William L. Jedlicka, Curt Zimmerer, Gregory W. Walmer, Mary Ketelsen and Terry Strobe. Also attending were Art Hickman, Staking Engineer / Safety Manager; Todd Zimmerer, Assistant Operation Manager; Chad Waldow, Operation Manager; Doyle Hazen, Manager of Finance and Administration; and Keith E. Harvey, General Manager. Absent was 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 March 21, 2011 Regular Board meeting minutes.

A motion was made by Wm. L. Jedlicka and seconded by Mary Ketelsen to dispense with

the reading of the March 21, 2011 regular board meeting minutes and approve the minutes as mailed. By roll call vote, each director voted, yes. Motion carried.

Public Comment.

There were no public comments.

Staff Reports.

Doyle Hazen, Manager of Finance and Administration reported that Carol Schwanebeck's retirement date has changed to May 6, 2011.

Chad Waldow, Operation Manager reported on the operation department's monthly operations. There are 71 irrigation service builds for the 2011 irrigation season with 15 left to be completed. Waldow reported he is calculating how the load from these new irrigation builds may affect the substations, which serves these services. Pole testing started the week of April 18 in the areas north and west of Verdigre. Customers were notified in advance by an automate phone message. The FEMA project timeline has been established. The contract for this project will be presented for approval at the June board meeting. The first payment for this project will be submitted with the quarterly update. The proposed safety manual that is being presented for board approval needs to be in place to protect the employees and the district. A committee was established to review the NREA safety manual and make recommendation for changes. The manual was also reviewed by NREA Safety Director, Bob Cooper and all the operation's department employees at the April safety meeting. It was Waldow's recommendation that the Board adopt the safety manual as presented and rename the safety manual as North Central PPD's Safety Manual. Waldow also discussed the need for the implementation of a Strategic Plan for District. A strategic plan would provide guidance/direction for the staff, board of directors and employees to follow. From an operations viewpoint there are three areas that a

strategic plan would provide valuable direction, 1) reliability vs. low rates; 2) growth of system vs. the costs; and 3) technologies vs. costs.

Selection of student(s) to attend 2011 NREA Summer Youth Energy Camp in Halsey.

Several students submitted applications to be selected to attend the 2011 NREA Summer Youth Energy Camp. 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 send Hannah Zimmerer, Blake Waldow, Lane Jacobsen, Dominique Cook, Marie Demerath and Amanda Ruzicka to the 2011 NREA Youth Energy Camp.

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

Discussion of the 2010 Year End Audit via speakerphone with a representative of Schmidt & Company.

Roger Schmidt, Jr of Schmidt & Co reviewed the year ending December 31, 2010 annual audit and the “Communication with the Audit Committee” letter with the Board of Directors. Mr. Schmidt indicated that it was a clean audit with no problems. He went through the cash flow statements, balance sheet and notes to the audit.

Possible action to approve the 2010 Year End Audit.

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

RESOLVED THAT the Board of Directors of North Central Public Power District approve the year ending December 31, 2010 annual audit as presented by Schmidt & Company.

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

Safety report (March 11, 2011 Statewide conducted).

The board of directors reviewed the March 11, 2011 safety meeting minutes. 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 accept the March 11, 2011 Safety meeting minutes as presented and a copy is to be attached to the minutes of the meeting.

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

Discussion and possible action to adopt the North Central Public Power District Safety Standards Manual 2011 Edition.

The board of directors reviewed the proposed North Central PPD Safety Standards Manual 2011 edition that was presented. 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 accept the North Central Public Power District Safety Standards Manual 2011 Edition as presented and a copy is to be attached to the minutes of the meeting.

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

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

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. The May board meeting will be held May 23, 2011.

New Business:

1. Strategic Planning session.

Old Business:

1. No old business was discussed.

Discussion and approval of the March 2011 financials.

The board of director reviewed the March 2011 financials. On a motion by Curt Zimmerer and seconded by Brent Stagemeyer be it:

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

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

Discussion and approval of the purchase of a Certificate of Deposit with GE Capital Financial, Salt Lake City, UT for \$12,600 at 2.25% for the 2006 Bond Reserve Fund.

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 approve the purchase of a Certificate of Deposit with GE Capital Financial, Salt Lake City UT for \$12,600 at 2.25% for the 2006 Bond Reserve Fund.

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

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

The board of directors reviewed the expenditures covering the month of March 2011. 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 expenditures for the month of March 2011 as presented and a

copy be attached to the minutes of the meeting.

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

Adjournment.

Board President, Strope adjourned the board meeting at 8:36 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, April 25, 2011.

Gregory W. Walmer, Secretary

APPROVED:

Terry Strope, President

Attachments: (To the original minutes)

- Acknowledgment of Notice
- Publishers Affidavit
- March 11, 2011 Safety meeting minutes
- North Central PPD Safety Standards Manual 2011 Edition
- Manager's Report
- March 2011 Financials
- March 2011 Check Register