

BOARD OF DIRECTORS MEETING, JUNE 28, 2010

The regular meeting of the Board of Directors of North Central Public Power District was held at the Drover's Steakhouse Meeting Room, Creighton, Nebraska, on Monday, June 28, 2010 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 Strobe, 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 Strobe. Also attending were Linda Sokol, Energy Advisor / Accountant; Stephanie Ives, Pam Kotrous, Makayla Brockhaus, Heather Brockhaus, Brandi Dimmitt, Katy Dimmitt, Maddy Dimmitt, Alex Meyer, Haley Zimmerer, Art Hickman, Staking Engineer / Safety Manager; Chad Waldow, Operations Manager; Doyle Hazen, Manager of Finance and Administration; and Keith E. Harvey, General Manager. Absent were Brent Stagemeyer, Jeffrey M. Doerr, District Attorney; and Todd Zimmerer, Assistant Operations Manager.

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 May 24, 2010 Regular Board meeting minutes.

A motion was made by Gordon W. Fulton and seconded by Curt Zimmerer to dispense with the reading of the May 24, 2010 regular board meeting minutes and approve as mailed. By roll call vote, Fulton, yes, Jedlicka, yes, Stagemeyer, absent, Ketelsen, yes, Zimmerer, yes, Walmer, yes, and Strope, yes. Motion carried.

Public Comment.

There were no public comments.

Presentation of \$50.00 Savings Bonds to winners of the North Central 2010 Safety Poster Contest.

Board President, Terry Strope presented the 2010 Electric Safety Poster Contest winners, Katy Dimmitt, daughter of Brandi Dimmitt, of Creighton; Makayla Brockhaus, daughter of Greg and Heather Brockhaus of Creighton, and Stephenie Ives, daughter of Stephen and Debbie Ives, of Verdigre with a \$50 Savings Bond. Tori Jo Tuttle daughter of Dale and Michelle Tuttle of Niobrara was unable to attend the meeting, but will also receive a \$50 Savings Bond.

Haley Zimmerer to report on 2010 Youth Tour to Washington D.C.

Haley Zimmerer presented an excellent report to the board on her experience representing North Central PPD at the national level in Washington D.C.

Staff Reports.

Doyle Hazen, Manager of Finance and Administration reported on the progress of the funding from FEMA.

Chad Waldow, Operation Managers reported on the operation department's monthly operations. Waldow reported that the 2010 irrigation builds are completed. There will be a couple irrigation services that will come onto our system later in the summer. There was no new

information on the 85-15 substation project to report. We are waiting to finalize the land purchase and also waiting for the grading to be completed. The grading has been delayed to the recent heavy rains in this area. The Operations Department is in the process of reviewing and evaluating the current Safety Program. Waldow reported the lineman will be involved in establishing North Central's Safety Program including the Safety Committee, Safety Manual and the Golden Rules. The board will be kept informed of any proposed changes and progress of this program.

Approval of Loss Control and Safety Report (May 4, 2010 – Statewide Conducted).

The board of directors reviewed and discussed the May 4, 2010 – Statewide Conducted Safety meeting minutes. On a motion by Gordon W. Fulton and seconded by Greg Walmer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District accept the May 4, 2010 Statewide Safety meeting minutes as presented and a copy be attached to the minutes of the meeting.

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

Discussion and possible approval of purchase of a records archiving system from Active Data Systems of Sioux Falls, SD.

Manager of Finance and Administration, Doyle Hazen presented a proposal to the board concerning the purchase of records archiving system from Active Data Systems of Sioux Falls, SD. On a motion by Wm. L. Jedlicka and seconded by Gordon W. Fulton be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the purchase of records archiving system from Active Data Systems of Sioux Falls, SD with one year on-site support for a total of \$30,658.96.

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

Discussion and possible action to enter into new two-year audit contract with Schmidt & Company.

General Manager, Harvey recommended entering into a new two-year audit contract with Schmidt & Company. 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 award a new 2-Year audit contract to Schmidt & Company and a copy be attached to the minutes of the meeting.

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

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

Meetings attended:

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

Upcoming Meetings:

The upcoming meetings are listed on the attached Manager's report. The next board meeting has been scheduled for July 26, 2010.

New Business

1. Revised vehicle replacement schedule.
2. NE G & T Statistics for 2009.
3. Wholesale rates for 2011 discussion.

Old Business:

1. Letter from Center for Rural Development.

Discussion and approval of the May 2010 monthly financials.

General Manager, Harvey reviewed the May 2010 financials with the Board of Directors.

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

RESOLVED THAT the Board of Directors of North Central Public Power District approve the May 2010 financials as presented and a copy be attached to the minutes of the meeting.

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

Discussion and approval of the purchase of a Certificate of Deposit with Onewest Bank, F.S.B. for \$98,985 at 1.308% and one with Shorebank for \$100,000 at 1.30%.

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 purchase of a certificate of deposit with Onewest Bank, F.S.B. for \$98,985 at 1.308% and one with Shorebank for \$100,000 at 1.30%.

By roll call vote, Fulton, yes, Jedlicka, yes, Stagemeyer, absent, 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 May, 2010.

The board of directors reviewed the expenditures covering the month of May 2010. 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 approve the expenditures for the month of May 2010 and a copy be attached to the minutes of the meeting.

By roll call vote, Fulton, yes, Jedlicka, yes, Stagemeyer, absent, Ketelsen, yes, Zimmerer, yes, Walmer, yes, and Strope, 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 regular session, June 28, 2010.

Gregory W. Walmer, Secretary

APPROVED:

Terry Strobe, President

Attachments: (To the original minutes)

- Acknowledgment of Notice
- Publishers Affidavit
- Safety meeting minutes – May 4, 2010 Safety meeting
- Schmidt & Company 2-Year Audit Contract
- Manager's Report
- May 2010 financials
- May 2010 Check Register