

BOARD OF DIRECTORS MEETING, JULY 28, 2014

The regular meeting of the Board of Directors of North Central Public Power District was held at the District office, Creighton, Nebraska, on Monday, July 28, 2014 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 Mary Ketelsen, President and Secretary, Gregory W. Walmer, recorded the minutes.

Directors in attendance were Terry Strope, Brent Stagemeyer, Gordon W. Fulton, Wm Jedlicka, Gregory Walmer, and Mary Ketelsen. Also attending were Matt Fritz, Special Operations Tech I; Art Hickman, Staking Engineer / Safety Manager; Todd Zimmerer, Assistant Operations Manager; Chad Waldow, Operations Manager; Doyle Hazen, Manager of Finance and Administration; and Keith E. Harvey, General Manager. Absent were Curt Zimmerer 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 Gregory Walmer and seconded by Brent Stagemeyer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the amended agenda as presented and a copy is to be attached to the minutes of the meeting.

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

3. Approval of the June 30, 2014 Regular Board meeting minutes.

A motion was made by Wm. Jedlicka and seconded by Terry Strope to dispense with the reading of the June 30, 2014 regular board meeting minutes and approve the minutes as mailed.

By roll call vote, Strope, yes; Stagemeyer, yes; Fulton, yes; Zimmerer, absent; Walmer, yes; Jedlicka, yes and Ketelsen, 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 in that same general area is a current copy of the Nebraska Open Meetings Act which is accessible to the public.

There were no public comments.

5. Staff Reports.

Doyle Hazen, Manager of Finance and Administration reported that the district has 50 AMI disconnect collars that can be remotely disconnected from the office..

Chad Waldow, Operations Manager reported on the operation department's monthly operations. The crews are back to their normal work load of performing maintenance and spraying trees. The 85-8 tie line to O'Neill was discussed and any necessary improvements will be addressed in the fall.

6. Safety report (June 9, 2014 In-House conducted).

The board of directors reviewed the June 9, 2014, In-House safety meeting minutes. On a motion by Wm. Jedlicka and seconded by Gordon W. Fulton be it:

RESOLVED THAT the Board of Directors of North Central Public Power District accept the June 9, 2014 Safety meeting minutes as presented and a copy is to be attached to the minutes of the meeting.

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

7. Discussion and possible action to amend the Full-Time Employee Handbook and the Temporary and Part-Time Employee Handbook to remove the RUS Statement of Nondiscrimination section.

General Manager Harvey recommended removing the RUS Statement of Nondiscrimination section from the Full Time Employee Handbook as it does not apply to the District. 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 removal of the RUS Statement of Nondiscrimination section from the Full-Time Employee Handbook and the Temporary and Part-Time Employee Handbook.

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

8. Discussion and possible action to approve the revisions to the Distribution Generation Policies/Procedures/Rates Exhibit D Avoided Cost Rate Schedule(s) – NCPPD Small Non-Dispatchable AC-1 Rates Schedules.

General Manager Harvey discussed the rate revisions to the Distribution Generation Policies/Procedures/Rates Exhibit D Avoided Cost Rate Schedule(s) – NCPPD Small Non-

Dispatchable AC-1 Rates Schedules. 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 approve the revisions to the Distribution Generation Policies/Procedures/Rates Exhibit D Avoided Cost Rate Schedule(s) – NCPPD Small Non-Dispatchable AC-1 Rates Schedules as presented and a copy is to be attached to the minutes of the meeting.

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

9. Discussion and possible action to approve revisions of Policy Bulletin 3080: Large Power Rates.

General Manager Harvey reviewed and discussed the revisions to Policy Bulletin 3080: Large Power Rates pertaining to the transformer's size of KVA that makes an account eligible to be billed under the Large Power Rate. 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 revisions to Policy Bulletin 3080: Large Power Rates as presented and a copy be attached to the minutes of the meeting.

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

10. Discussion and possible action to approve revisions of Policy Bulletin 3040: Three

Phase Commercial non-Residential Rates (Class Code 5) and Three Phase Commercial Non-Residential Leased Area Rates (Class Code 5).

General Manager Harvey reviewed and discussed the revisions to Policy Bulletin 3040: Three Phase Commercial Non-Residential Rates (Class Code 5) and Three Phase Commercial Non-Residential Leased Area Rates (Class Code 5) pertaining to the transformer's size of KVA

that makes an account eligible to be billed under the Large Power Rate. On a motion by Brent Stagemeyer and seconded by Wm. L. Jedlicka be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the revisions to Policy Bulletin 3040: Three Phase Commercial Non-Residential Rates (Class Code 5) and Three Phase Commercial Non-Residential Leased Area Rates (Class Code 5) as presented and a copy be attached to the minutes of the meeting.

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

11. Discussion and possible action to approve revisions of Policy Bulletin 2470: Irrigation Services Billing (Services larger than 15HP).

General Manager Harvey reviewed the revisions to Policy Bulletin 2470: Irrigation Services Billing (Services larger than 15HP) with the Board of Directors. The revisions pertained to the billing of irrigation services that are not be used during the year. On a motion by Terry Strope and seconded by Gregory W. Walmer be it:

RESOLVD THAT the Board of Directors of North Central Public Power District approve the revisions to Policy Bulletin 2470: Irrigation Services billing (Services Larger than 15HP) and a copy is to be attached to the minutes of the meeting.

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

12. Discussion and possible action to approve continuance and amendments to One Card Program Reimbursement Agreement.

The board of directors reviewed the Once Card Program Reimbursement agreement as presented. On a motion by Gregory W. Walmer and seconded by Terry Strope be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve continuance and amendments to One Card Program Reimbursement Agreement as presented and a copy to be attached to the minutes of the meeting.

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

13. 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. Refunding of 2010A and 2010B bond issues. Savings \$189,000.
2. Possible future capital expenditures – Back-up generator for the office.

Old Business:

1. Geronimo Energy request for easement assignments and relocation of North Central PPD lines - update.

Strategic Plan Update:

1. Current Status

14. Discussion and approval of the June 2014 financials.

The board of directors reviewed the June 2014 financials. 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 June 2014 financials as presented and a copy be attached to the minutes of the meeting.

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

15. Discussion and approval of expenditures covering all monetary encumbrances of the District for the month of June, 2014 with the exception of check #82440 written to Hardware Hank in the amount of \$6.41.

On a motion by Terry Strope and seconded by Brent Stagemeyer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the expenses for June 2014 except check number 82440 written to Hardware Hank in the amount of \$6.41.

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

16. Approval of check #82440 written to Hardware Hank in the amount of \$6.41.

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

RESOLVED THAT the Board of Directors of North Central Public Power District approve check number 82440 written to Hardware Hank in the amount of \$6.41.

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

17. Adjournment.

Board President, Ketelsen adjourned the board meeting at 8:15 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, July 28, 2014.

Gregory W. Walmer, Secretary

APPROVED:

Mary Ketelsen, President

Attachments: (To the original minutes)

- Acknowledgment of Notice
- Publishers Affidavit
- June 9, 2014 Safety meeting minutes
- Distribution Generation Policies/Procedures/Rates Exhibit D Avoided Cost Rate Schedules(s) – NCPPD Small Nondispatchable AC-1 Rates Schedules
- Policy Bulletin 3080: Large Power Rates
- Policy Bulletin 3040: Three Phase Commercial Non-Residential Rates (Class Code 5) and Three Phase Commercial Non-Residential Leased Area Rates (Class Code 5)
- Policy Bulletin 2470: Irrigation Services Billing (Services larger than 15 HP)
- One Card Program Agreement
- Manager's Report
- June 2014 Financials
- June 2014 Check Register