

BOARD OF DIRECTORS MEETING, AUGUST 29, 2017

The regular meeting of the Board of Directors of North Central Public Power District was held at the District office, Creighton, Nebraska, on Monday, August 29, 2017 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, Wm. Jedlicka, Gregory Walmer, Mary Ketelsen and Curt Zimmerer. Also attending were Ken, Deb & Erin Schwager; Tim Hoffman, Line Crew Foreman; Art Hickman, Staking Engineer / Safety Manager; Brent Eggerling, Assistant Operations Manager; Todd Zimmerer, Operations 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.

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 July 31, 2017 Regular Board meeting minutes.

A motion was made by Gordon W. Fulton and seconded by Brent Stagemeyer to dispense with the reading of the July 31, 2017 regular board meeting minutes and approve the minutes as corrected. 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 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. Selection of student(s) to attend the Washington, D.C. Youth Tour in 2018.

Erwin Schwager gave a presentation to the board on why she should be selected to represent the District at the 2018 Washington, D.C. Youth Tour. 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 select Erin Schwager to attend the Washington, D.C. Youth Tour in 2018.

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

6. 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.

7. Safety report (July 5, 2017 In-House conducted).

The board of directors reviewed the July 5, 2017, In-House conducted safety meeting minutes. On a motion by Gregory Walmer and seconded by Terry Strope be it:

RESOLVED THAT the Board of Directors of North Central Public Power District accept the July 5, 2017 Safety meeting minutes 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.

8. Selection of the Utility Lineman Student(s) to receive the Peter E. Thomassen Memorial Scholarship for the 2017-2018 academic year.

On a motion by Wm. L. Jedlicka and seconded by Brent Stagemeyer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District select Clay Johnson to receive the Peter E. Thomassen Memorial Scholarship for the second semester provided he passes the first semester.

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

9. Discussion and possible action to amend Distributed Generation

Policies/Procedure/Rates Exhibit D Avoided Cost Rate Schedule(s) – NCPPD Small Non-Dispatchable AC-1 Rate Schedule.

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 select amend Distributed Generation Policies/Procedure/Rates Exhibit D Avoided Cost Rate Schedule(s) – NCPPD Small Non-Dispatchable AC-1 Rate Schedule.

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

10. Discussion and possible action to approve the NRECA Adoption Agreement Retirement Security Plan for RUS No. 28085-001 Plan No. 001.

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

RESOLVED THAT the Board of Directors of North Central Public Power District approve the NRECA Adoption Agreement Retirement Security Plan for RUS No. 28085-001 Plan No. 001 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.

11. Discussion and possible action to approve the NRECA Adoption Agreement “A” 401(k) Pension Plan for RUS No. 28085-001 Plan No. 002.

On a motion by Terry Strope and seconded by Gregory Walmer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the NRECA Adoption Agreement “A” 401(k) Pension Plan for RUS No. 28085-001 Plan No. 002 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.

12. Discussion and possible action to approve the NRECA Adoption Agreement “A” 401(k) Pension Plan for RUS No. 28085-003 Plan No. 002.

On a motion by Mary Ketelsen and seconded by Gordon W. Fulton be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the NRECA Adoption Agreement “A” 401(k) Pension Plan for

RUS No. 28085-003 Plan No. 002 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.

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. Plainview Update
2. Customer Meeting
3. Verdigre Substation Land Issue

Old Business:

1. None

14. Discussion and possible action to approve the Outage Restoration Agreement between North Central Public Power District and the City of Plainview.

General Manager, Harvey discussed the outage restoration agreement between the District and the City of Plainview. 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 Outage Restoration Agreement between North Central Public Power District and the City of Plainview and a copy 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.

15. Discussion and possible action to approve the July 2017 financials –Manager of finance and Administration.

The board of directors reviewed the July 2017 financials. On a motion by Mary Ketelsen and seconded by Terry Strobe be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the July 2017 financials 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.

16. Discussion and possible action to approve the purchase of a Certificate of Deposit with the Merrick Bank, South Jordan, UT (Sutton) in the amount of \$100,000.00 at 1.400% for 18 months.

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 purchase of a Certificate of Deposit with the Merrick Bank, South Jordan, UT (Sutton) in the amount of \$100,000.00 at 1.400% for 18 months.

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

17. Discussion and possible action to approve the purchase of a Certificate of Deposit with the Valley National Bank, Tulsa, KS (Sutton) in the amount of \$249,000.00 at 1.600% for 26 months.

On a motion by Mary Ketelsen and seconded by Wm. L. Jedlicka be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the purchase of a Certificate of Deposit with the Valley National Bank, Tulsa, KS (Sutton) in the amount of \$249,000.00 at 1.600% for 26 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 possible action to approve the purchase of a Certificate of Deposit with the Main Street Bank, Herndon, VA (Sutton) in the amount of \$100,000.00 at 1.550% for 27 months.

On a motion by Terry Strope 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 Main Street Bank, Herndon, VA (Sutton) in the amount of \$100,000.00 at 1.550% for 27 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 possible action to approve the purchase of a Certificate of Deposit with the Main Street Bank, Herndon, VA (Sutton) in the amount of \$139,523.00 at 1.050% for 24 months.

On a motion by Brent Stagemeyer 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 Main Street Bank, Herndon, VA (Sutton) in the amount of \$139,523.00 at 1.050% for 24 months.

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

20. Discussion and possible action to approve the expenditures covering all monetary encumbrances of the District for the month of July 2017.

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 July 2017 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.

21. Discussion and possible action to set the date and time for the September 2017 Regular Board meeting (the last Monday of September is the 25th).

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 set the next Regular board meeting for September 25, 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.

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 Terry Strope be it:

RESOLVED THAT the Board of Directors of North Central Public Power District enter into executive session at 8:41 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 after business is discussed.

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

The board reconvene to the board meeting at 9:37 p.m.

23. Discussion and possible action on wages and benefits for 2017-2018.

General Manager, Harvey discussed the proposed wages and benefits for 2017-2018. On a motion by Brent Stagemeyer and seconded by Gregory W. Walmer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District increase wages and benefits up to \$82,000.

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

24. Discussion and possible action on General Manager Compensation for 2017-2018.

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 set the General Manager's compensation for 2017-2018 at \$160,000.

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

25. Adjournment.

Board President, Curt Zimmerer adjourned the board meeting at 9:41 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, August 29, 2017.

Gregory W. Walmer, Secretary

APPROVED:

Curt Zimmerer, President

Attachments: (To the original minutes)

- Acknowledgment of Notice
- Publishers Affidavit
- July 5, 2017 Safety meeting minutes
- Distributed Generation Policies/Procedure/Rates Exhibit D Avoided Cost Rate Schedule(s) – NCPPD Small Non-Dispatchable AC-1 Rate Schedule
- NRECA Adoption Agreement Retirement Security Plan for RUS No. 28085-001 Plan No. 001
- NRECA Adoption Agreement “A” 401(k) Pension Plan for RUS No. 28085-001 Plan No. 002
- NRECA Adoption Agreement “A” 401(k) Pension Plan for RUS No. 28085-003 Plan No. 002
- Manager’s Report
- Outage Restoration Agreement between North Central Public Power District and the City of Plainview
- July 2017 Financials
- July 2017 Check Register