

BOARD OF DIRECTORS MEETING, SEPTEMBER 30, 2013

The regular meeting of the Board of Directors of North Central Public Power District was held at the District office, Creighton, Nebraska, on Monday, September 30, 2013 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 Wm. Jedlicka, President and Secretary, Gregory W. Walmer, recorded the minutes.

Directors in attendance were Terry Strobe, Brent Stagemeyer, Mary Ketelsen, Curt Zimmerer, Gregory Walmer, and Wm Jedlicka. Also attending were Kaitlyn Hanvey, Matt Fritz, Special Operations Tech I; Linda Sokol, Accountant/Energy Advisor; Art Hickman, Safety Manager and Staking Engineer I; Todd Zimmerer, Assistant Operations Manager; Chad Waldow, Operations Manager; Doyle Hazen, Manager of Finance and Administration; Keith E. Harvey, General Manager and Jeffrey M. Doerr, District Attorney. Gordon W. Fulton arrived at 6:45 p.m.

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 the August 26, 2013 Regular Board meeting minutes.

A motion was made by Curt Zimmerer and seconded by Mary Ketelsen to dispense with the reading of the August 26, 2013 regular board meeting minutes and approve the minutes as mailed. By roll call vote, Fulton, absent; Strope, yes; Stagemeyer, yes; Ketelsen, yes; Zimmerer, yes; Walmer, yes; and Jedlicka, yes. Motion carried.

3. 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.

4. Selection of student to attend the Washington D.C. Youth Tour in 2014.

Kaitlyn Hanvey a student who was selected by North Central's board of directors to attend the 2013 NREA Youth Energy Camp present her report to the board for the opportunity to represent the District at the national level at 2014 Washington D.C. Youth Tour. 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 send Kaitlyn Hanvey to the Washington D.C. Youth Tour in 2014.

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

5. Staff Reports.

Doyle Hazen, Manger of Finance and Administration had no information to report.

Chad Waldow, Operations Manager reported on the operation department's monthly operations. Arrangements have been made to replace the sidewalk in front of the office as the

cement is deteriorating and a portion of the cement to the east of the warehouse will be replaced. The District's office furnace and air conditioning unit needs to be replaced. An energy efficient geo-thermo heat pump will be installed by Volkman Plumbing Heating Air. Waldow also updated the board on the progress of the AMI installation at Substation 85-2, 85-4, 85-5, 85-8, 85-14 and 85-15.

6. Safety report (August 7, 2013 In-House conducted).

The board of directors reviewed the August 7, 2013, In-house safety meeting minutes. On a motion by Gregory Walmer and seconded by Terry Strobe be it:

RESOLVED THAT the Board of Directors of North Central Public Power District accept the August 7, 2013 Safety meeting minutes as presented and a copy is to be attached to the minutes of the meeting.

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

7. Discussion and possible action on Policy Bulletin 2020: Board of Directors

Compensation / Insurance and Exhibit 1 Resolution for 2014.

General Manger, Harvey discussed the board's compensation and insurance for 2013. On a motion by Gordon W. Fulton and seconded by Brent Stagemeyer be it:

RESOLVED THAT the Board of Directors of North Central Public Power District set Board of Directors Compensation / Insurance at 20% of the High Deductible PPO plan cost for 2014.

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

8. Manager's report.

A. Meetings attended: A list of the meetings attended is on the Manager's Report attached to the minutes of the meeting.

B. Upcoming Meetings:

The upcoming meetings are listed on the attached Manager's report. The next regular board meeting will be October 28, 2013.

C. New Business:

1. NPPD projected wholesale power rate increase for 2014.
2. Wind farm request for letter or resolution of support (Verdigre, NE).
3. NRD resolution.
4. Discuss service call charges for customer outages.

D. Old Business:

1. None

E. Strategic Plan Update:

1. Vehicle location technology update and AMI.

9. Discussion and approval of the August 2013 financials.

The board of directors reviewed the August 2013 financials. 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 August 2013 financials 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; Strobe, yes; and Jedlicka, yes. Motion carried.

10. Approval of expenditures covering all monetary encumbrances of the District for the month of August, 2013.

The board of directors reviewed the expenditures covering the month of August 2013. On a motion by Curt Zimmerer and seconded by Terry Strobe be it:

RESOLVED THAT the Board of Directors of North Central Public Power District approve the expenditures for the month of August 2013 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.

11. Board will adjourn into executive session for the purposes of discussing matters related to personnel to, among other things, avoid needless injury to individuals.

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 enter into executive session at 8:00 p.m. for the purposes of discussing matters related to personnel to, among other things, avoid needless injury to individuals.

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

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 leave executive session at 9:16 p.m.

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

12. Discussion and possible action on wages and salaries for 2013-2014.

On a motion by Gordon W. Fulton and seconded by Terry Strope be it:

RESOLVED THAT the Board of Directors of North Central Public Power District increase wages and salaries by a total of \$47,000 to be distributed at the discretion of management effective November 1, 2013.

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

13. Discussion and possible action on Manager's Salary for 2013-2014.

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 increase the General Manager's salary to \$125,000 effective November 1, 2013.

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

14. Adjournment.

Board President, Jedlicka adjourned the board meeting at 9:22 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, September 30, 2013.

Gregory W. Walmer, Secretary

APPROVED:

Wm. Jedlicka, President

Attachments: (To the original minutes)

- Acknowledgment of Notice
- Publishers Affidavit
- August 7, 2013 Safety meeting minutes
- Policy Bulletin 2020: Board of Directors Compensation / Insurance and Exhibit 1 Resolution for 2014
- Manager's Report
- August 2013 Financials
- August 2013 Check Register