

**Minutes of the 187th Regular Meeting of the Board of Directors  
Northeast Nebraska Public Power District**

The 187th regular meeting of the Northeast Nebraska Public Power District was called to order at 6:30 p.m., on June 25th, 2013, by President Don Larsen. This meeting was held in the District's General Office in Wayne, NE. President Larsen announced that the meeting was being conducted pursuant to the Nebraska Open Meetings Law and pointed out the location of the law in the meeting room.

Notice of this meeting was posted at all facilities of Northeast Nebraska Public Power District and was delivered by first class mail to the City Hall offices of the following towns and villages: Allen, Carroll, Concord, Dixon, Emerson, Foster, Hoskins, Hubbard, Jackson, Martinsburg, Maskell, McLean, Newcastle, Obert, Osmond, Pierce, Ponca, Thurston, Waterbury, Wayne, and Winside. Notice was also sent to the following newspapers: Nebraska Journal Leader, Norfolk Daily News, Norfolk Shopper, Pender Times, Pierce County Leader, Osmond Republican, Randolph Times, South Sioux City Star, Wakefield Republican, and Wayne Herald.

The following Officers and Directors were present:

<b>Director Gansebom</b>	<b>Director Silhacek</b>	<b>Director Gustafson</b>
<b>Director Larsen</b>	<b>Director Lebsock</b>	<b>Director Kneifl</b>
<b>Director Bodlak</b>	<b>Director Newton</b>	

Directors Absent: None.

Others present: Mark Shults, Kyle Dahl, Mandy Backer, Jan Kristjanson, and Randy Belt, NeNPPD; Dennis Smith – City of Norfolk; Todd Hegwer - Timberline Consulting; Gene Hansen, Lowell Johnson, and Garry Poutre from the City of Wayne; Lance Hedquist and Stephanie Dahl from the City of South Sioux City; Jim Litchfield from the City of Wakefield; and Norma Hyneck and Dick McCabe from City of Emerson.

1. Review and approve minutes of the May 21, 2013 regular Board of Directors Meeting: Director Lebsock made a motion to approve the minutes of the May 21, 2013 Regular Board Meeting with corrections noted. The motion was seconded by Director Kneifl and approved 8-0 on a voice vote.
2. Review and approve minutes of the April 19, 2013 Employee Safety Meeting: Director Gansebom made a motion to approve the minutes of the April 19, 2013 Employee Safety Meeting, which was seconded by Director Kneifl and approved 8-0 on a voice vote.
3. Public Comment Period: None
4. Presentation by Andrew Ross of the Municipal Electric Association of Nebraska: Andrew Ross of the Municipal Electric Association of Nebraska gave a brief presentation, which was followed by a discussion with the Board and management. This was also a discussion item only, and no official action or votes were taken.
5. Presentation by Todd Hegwer regarding the District's request for proposals for wholesale power suppliers after 2017: Director Bodlack made a motion to go to executive session to discuss the District's request for proposals for wholesale power suppliers with Todd Hegwer, the representatives of the municipalities that were present at the meeting, Kyle Dahl, and NeNPPD management, which was seconded by Director Silhacek.

The following roll call vote was taken upon the motion:

Director Larsen - yes	Director Gustafson - yes	Director Silhacek - yes
Director Kneifl - yes	Director Newton - yes	Director Gansebom - yes
Director Bodlak - yes	Director Lebsock - yes	

All directors present voting yes, the chairman declared the motion carried.

The board went to executive session at 7:55 p.m.

At 9:09 p.m., Director Gustafson made a motion to come out of executive session, which was seconded by Director Silhacek and approved on an 8-0 voice vote.

A short break was taken at 9:10pm. The meeting reconvened at 9:15pm.

6. Authorization of May 2013 expenses. There was a brief discussion of various expenses, followed by a motion to approve the May 2013 expenses made by Director Lebsock and seconded by Director Bodlak.

The following roll call vote was taken upon the motion:

Director Larsen - yes	Director Gustafson - yes	Director Silhacek - yes
Director Kneifl - yes	Director Newton - yes	Director Gansebom - yes
Director Bodlak - yes	Director Lebsock - yes	

All directors present voting yes, the chairman declared the motion carried.

7. Approve adjustment to April 2013 Form 7 Income Statement: Mandy Backer explained the adjustment to the April 2013 Form 7 Income Statement based upon new loan with CFC, which was followed by a discussion between management and the Board. Director Gustafson then made a motion to approve the adjustment of the April 2013 Form 7 Income Statement, which was seconded by Director Silhaeck. The motion carried on an 8-0 voice vote.

8. Review and Approve the May 2013 Financial Statements. Mark Shults presented the financial reports for May 2013, he stated that everything was running pretty normal and lost a little last month, but was still ahead for the year. Director Gansebom made a motion to approve the financial statements for May 2013, which was seconded by Director Newton. The motion carried on an 8-0 voice vote.

9. Discussion about abnormal voltage: A brief discussion was had by Kevin Pollard and the Board about recent issues with abnormal voltage. This was a discussion item only, no official action or votes were taken.

10. Demonstration of detailed meter data available to customers via the internet: Jan Kristjanson gave a demonstration to the Board how customers can log on to the District's website and view specific information about their bill, their historical usage data, including corresponding weather information for the time period, and also how customers can set preferences to receive alerts, including when their bill is due.

12. Management Reports:

Mandy Backer: Mandy presented some information to the Board regarding how the District

performed on twenty-seven jobs last year with regard to estimated work and costs, and whether the District over collected or under collected over various jobs, and discussed some ideas on how can get more accurate data to help become more efficient in completing these jobs. She also noted that Kevin has helped identify items that could be re-used in the salvage program, with the goal of trying and be more proactive and re-use or salvage materials.

Jan Kristjanson: Jan reported that they hired Melissa Pickenpaugh as the new full-time billing clerk.

Randy Belt: Randy reported on various items including the fact that they have had several visits with area fire departments to try and share information and provide some training regarding electricity and fires. He also noted that work continues of outfitting the substations with fiber optics, that they've had quite a few storm outages lately, that there is another safety meeting next week, and that they continue to have various truck problems.

Kevin Pollard: Kevin reported that there is still no word from the City of Pierce yet regarding a joint use agreement and that the next hearing is set for July 12, 2013 with the Nebraska Power Review Board. He also provided input on some of the projects mentioned by Mandy Backer and Randy Belt.

Mark Shults: Mark reported that Jan included a list in the packet of large customers that are eligible for power factor penalty. Mark will be visiting with some of them. He also discussed the increased transmission charges from NNPPD.

13. Old Business: None

14. New Business:

a. Resolution 2013-06-01: Resolution to review and modify Work Practice #5 which governs customer credit and collections procedures was discussed. A motion was made by Director Lebsock to adopt the resolution, which was seconded by Director Bodlak. The motion carried on an 8-0 voice vote.

b. Resolution 2013-06-02: Resolution to participate in AEP's customer seminar in September discussed. A motion was made by Director Bodlak. which was seconded by Director Gustafson. Motion carried on an 8-0 voice vote.

15. Board Member Reports: Director Gustafson reported on G&T meeting this Friday, and Director Silhacek gave report on a recent CFC Seminar.

There was then a motion to adjourn the meeting made by Director Gustafson and seconded by Director Newton and was approved 8-0 on a voice vote. The meeting was adjourned at 11:27 p.m.

I, the undersigned, secretary of the Northeast Nebraska Public Power District, Wayne, Nebraska, hereby certify that all of the subjects included in the foregoing proceedings were contained in the agenda for the meeting, kept continually current and available for public inspection at the office of the District; that minutes of the District were in written form and available for public inspection within ten working days and prior to the next convened meeting of said body; that all news media requesting notification concerning meeting of said body were provided advance notification of the time and place of said meeting and the subject matters to be discussed at said meeting.

\_\_\_\_\_  
Secretary

Attest: \_\_\_\_\_  
President