

**Minutes of the 192nd Regular Meeting of the Board of Directors  
Northeast Nebraska Public Power District**

The 192nd regular meeting of the Northeast Nebraska Public Power District was called to order at 7:36 p.m., on November 19th, 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 Newton</b>	<b>Director Bodlak</b>	

Others present: Mark Shults, Kyle Dahl, Jan Kristjanson, and Randy Belt, NeNPPD; Todd Hegwer - Timberline Consulting; Jim Litchfield and Leland Miner from the City of Wakefield; and Norma Hynek and Dick McCabe from City of Emerson;

1. Review and approve minutes of the October 22, 2013 regular Board of Directors Meeting: Director Lebsock made a motion to approve the minutes of the October 22, 2013 Regular Board Meeting with corrections, which was seconded by Director Gustafson and approved 8-0 on a voice vote.

2. Old Business:

a. Resolution 2013-11-01. Approve a Board Resolution to accept an offer made to NeNPPD for the purchase of bulk power to be delivered from power plants controlled by the Mid-Continent Independent System Operator (MISO). The new purchase agreement will supplement the District's existing bulk power purchases from NPPD through 2021 and then provide power to meet all of the District's needs through 2026. The competitive offer from the MISO supply was the final outcome of the District's competitive bid process and complies with the District's existing contract with NPPD. The pricing of the MISO supply is structured in a way to guarantee a lower price than NPPD power for the entire term of the contract. Lindsay Barron from Big Rivers Electric Corporation, Henderson, KY, gave a presentation summarizing the terms of the offer that were previously negotiated between the management and staff of Big Rivers and the District. Following the presentation, a motion was made by Director Bodlak to approve the resolution, which was seconded by Director Gustafson. 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 8-0.

b. Presentation by the Board's Attorney, Kyle Dahl, regarding a law suit brought by Dennis Rutar followed by a vote to accept or reject Dahl's recommendation. Attorney Kyle Dahl presented some information regarding the status of a lawsuit filed by customers Dennis and Deb Rutar of rural Thurston County. The attorneys have been engaging in settlement negotiations, and the last offer from the Rutars' attorneys was presented to the Board before the meeting. A brief discussion was had on the status of the case, and a motion was then made by Director Gustafson to table the discussion until a future meeting, which was seconded by Director Kneifl and approved on an 8-0 voice vote.

3. Public Comment Period: None

4. Authorization of October 2013 expenses. There was a brief discussion of various expenses, followed by a motion to approve the October 2013 expenses made by Director Bodlak and seconded by Director Gustafson.

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 8-0.

5. Review and Approve the September 2013 and October 2013 Financial Statements. The Board reviewed the September 2013 and October 2013 financial statements with management and staff. Mark Shults noted that the District is still having a good year, and that there was not anything unusual to note in the reports. Following the discussion, a motion was then made by Director Gansebom to approve the September 2013 financial statements, which was seconded by Director Kneifl. The motion carried on an 8-0 voice vote. A motion was also made by Director Gustafson to approve the October 2013 financial statements, which was seconded by Director Newton. The motion carried on an 8-0 voice vote.

#### Management Reports:

- 1) Jan Kristjanson – Jan reported on various items including the fact that the Northeast Nebraska Public Power District's charitable board meets again on Thursday. She also discussed a customer issue, and further discussed that customers are beginning to sign up for the prepaid metering option.
- 2) Randy Belt – Randy reported on the status of various items including the fact that there is a new truck on the way, the increase in farmers using grain bin dryers, and that the crews have been helping out some villages with hanging Christmas decorations.
- 3) Kevin Pollard – Kevin gave reports on the GPS staking project and on some possible ways that the District could deliver more power to Wakefield if the egg processing facilities decide to add more load.
- 4) Mark Shults – Mark noted that they will providing Christmas gifts to the employees again this year, noted the Directors that are up for re-election in 2014, and expressed his gratitude to the Board for their support during the request for proposals process.

#### New Business:

- 1) Resolution 2013-11-02. Resolution to approve work plan and budget for FY 2014. Mark Shults presented on the work plan and budget, and then Director Gansebom made a motion to approve the resolution, which was seconded by Director Lebsock. The motion carried on an 8-0 voice vote.
- 2) Resolution 2013-11-03. Resolution to approve retail rates for 2014. Mark Shults and Jan Kristjanson explained the retail rate structure for 2014, and then a motion was made by Director Lebsock to approve the resolution, which was seconded by Director Newton. The motion carried on an 8-0 voice vote.
- 3) Resolution 2013-11-04. Resolution to approve 2014 personal goals and objectives for the general manager. There was a brief discussion between Mark Shults and the Board about the goals and then a motion was made by Director Gansebom to approve the resolution, with the condition that a copy of the goals be included in the minutes of the meeting, which was seconded by Director Kneifl. The motion carried on an 8-0 voice vote. A copy of said goals are attached to these minutes as an addendum.
- 4) Resolution 2013-11-05. Resolution to set meeting dates for 2014 Board Meetings. A brief discussion was had about the proposed 2014 meeting dates, but no motions were made and no official votes were taken. The Board will take up this matter at the next regular board meeting.

Executive Session for the purpose of discussing potential litigation, real estate and personnel issues: Director Larsen asked if there was any need for the Board to go into executive session. No motions were made and no executive session was had.

There was then a motion to adjourn the meeting made by Director Ganesebom and seconded by Director Gustafson and was approved 8-0 on a voice vote. The meeting was adjourned at 11:35 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