

**Minutes of the 194th Regular Meeting of the Board of Directors  
Northeast Nebraska Public Power District**

The 194th regular meeting of the Northeast Nebraska Public Power District was called to order at 3:04 p.m., on January 21<sup>st</sup>, 2014, by President Don Larsen. This meeting was held in the District General's 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, South Sioux City, Thurston, Wakefield, 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 Newton</b>	<b>Director Bodlak</b>	

Directors Absent: Director Kneifl

Others present: Kyle Dahl, Jan Kristjanson, Mandy Backer, and Randy Belt from NeNPPD.

A motion was made by Director Silhacek to excuse Director Kneifl's absence from the meeting, which was seconded by Director Gustafson and approved on a 7-0 voice vote.

1. Review and approve minutes of the December 17, 2013 regular Board of Directors Meeting: Director Lebsock made a motion to approve the minutes of the December 17, 2013 Regular Board Meeting with corrections, which was seconded by Director Newton and approved 7-0 on a voice vote.
2. Review and approve minutes of December employee safety meeting: Director Gansebom made a motion to approve the minutes of the December employee safety meeting, which was seconded by Director Lebsock and approved on a 7-0 voice vote.
3. Authorization of December 2013 expenses: There was a brief discussion of various expenses, followed by a motion to approve the December 2013 expenses made by Director Bodlak and seconded by Director Silhacek.

The following roll call vote was taken upon the motion:

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

All directors present voting yes, the chairman declared the motion carried 7-0.

4. Review and approve the November 2013 Financial Statements: Jan Kristjanson and Mandy Backer discussed the financial statements for November 2013 and noted that the District remains in good shape financially and that the revenues were good. After a brief discussion, Director Bodlak then made a motion to approve the November 2013 Financial Statements, which was seconded by Director Lebsock.

The motion carried on a 7-0 voice vote.

5. Review and approve the December 2013 Financial Statements: The December 2013 financial statements were not ready at the time of the meeting as the District just received the wholesale power bill. The December 2013 Financial Statements will be considered at next month's meeting.

6. Management Reports to the Board:

- a. Jan Kristjanson – Jan did not have much to report, but thanked everyone for the flowers following her recent surgery.
- b. Randy Belt – Randy reported on various items, including the following: transmission outages near Emerson, tree trimming, and mapping. He also noted that a Federated Insurance representative will be at the District on February 11, 2014. Finally, he noted that three phase line extensions will be starting soon and that they hope to replace approximately 15-20 miles of old wire this year.
- c. Mandy Backer – Mandy reported that the District is working on an application for FEMA funds following the October 4, 2013 tornado as the area was recently declared a Federal Disaster Area. She also updated the Board on the activities of Andy Bose. During this time, the Board also discussed the possibility of filing a FERC complaint based upon some of Pat Pope's recent comments, and received an update about a NPPD public records request to the City of Wayne, but no official action was taken by the Board and no votes were had.

5. Public Comment Period: None.

6. Old Business: Management's assessment of general considerations for renewable energy at this time. Considerations are: 1) location inside our service area, 2) lapse of the federal tax credit for wind power, 3) effectiveness as a hedge on increasing future wholesale power costs, and 4) participation by others with the District. Mark Shults was not present at the meeting, so this item will be discussed at a future meeting. No official action was taken on this item.

7. New Business:

- a. Approve 2014 Irrigation Rate schedules including the conversion from billing on nameplate Horsepower to actual metered kilowatt demand as the annual based fixed cost payment. After a brief discussion, the Board decided to table this item until a future meeting.
- b. Memorandum of Understanding with South Sioux City and Southwest Renewables Inc. The Board discussed a proposed Memorandum of Understanding with South Sioux City and Southwest Renewables. But this was a discussion item only, and no official action was taken or votes were had on this item.

8. Board Member Reports: Director Bodlak and Director Gustafson discussed the League of Municipalities meeting, and noted that Mark Shults and Dave Levy will be presenting information about the RFP process at the next league meeting.

9. 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 Gustafson and seconded by Director Silhacek and was approved 7-0 on a voice vote. The meeting was adjourned at 5:09 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