

**Minutes of the 195th Regular Meeting of the Board of Directors
Northeast Nebraska Public Power District**

The 195th regular meeting of the Northeast Nebraska Public Power District was called to order at 3:00 p.m., on February 25th, 2014, by Vice-President Paul Bodlak, acting in place of President Don Larsen. This meeting was held in the District General's Office in Wayne, NE. Director Bodlak 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:

Director Silhacek	Director Gustafson	Director Kneifl*
Director Lebsock	Director Ganseboom*	
Director Newton	Director Bodlak	

*Directors Kneifl and Ganseboom were out of state during the meeting, but appeared via telephone and video conferencing. They participated in the meeting and discussions, but did not vote on any official matters.

Directors absent: Director Larsen

Director Newton agreed to act as Secretary for the meeting.

Others present: Mark Shults, Kyle Dahl, Jan Kristjanson, Mandy Backer, Randy Belt, Kevin Pollard from NeNPPD, and Wes Blecke, Melissa Urbanec, Lucus Rix, from the Wayne Area Economic Development Marketing Committee.

A motion was made by Director Silhacek to excuse the Director Larsen's, Kneifl's and Ganseboom's absences from the meeting, which was seconded by Director Lebsock and approved on a 5-0 voice vote.

1. Review and approve minutes of the January 21, 2014 regular Board of Directors Meeting: Director Lebsock made a motion to approve the minutes of the January 21, 2014 Regular Board Meeting, which was seconded by Director Gustafson and approved 5-0 on a voice vote.

2. Review and approve minutes of December employee safety meeting: There was no January employee safety meeting; therefore there were no minutes to approve.

3. Authorization of January 2014 expenses: There was a brief discussion of various expenses, followed by a motion to approve the January 2014 expenses made by Director Gustafson and seconded by Director Newton. The motion carried on a 5-0 voice vote.

The following roll call vote was taken upon the motion:

Director Larsen – n/a	Director Gustafson - yes	Director Silhacek - yes
Director Newton - yes	Director Ganseboom – n/a	Director Kneifl – n/a
Director Bodlak – yes	Director Lebsock - yes	

All directors present voting yes, the motion carried 5-0.

4. Review and approve the December 2013 Year-End Financial Statements: After a brief discussion about the December financial statements, Director Lebsock made a motion to approve the December 2013 Financial Statements, which was seconded by Director Silhacek. The motion carried on a 5-0 voice vote.
5. Review and approve the January 2014 Financial Statements: After a brief discussion about the January 2014 financial statements, Director Newton made a motion to approve the January 2014 financial statements, which was seconded by Director Silhacek. The motion carried on a 5-0 voice vote.
6. Management Reports to the Board:
 - a. Mandy Backer – Mandy discussed construction statistics for 2013 noting that 953 poles were set and about the same number of poles were retired. Twenty-four miles of line was installed. She also noted that Lydell Haggemeyer is back from leave on restricted duty, and that the auditors will be here the week of March 12th. Mandy also discussed borrowing for next year.
 - b. Randy Belt – Randy reported a number of items, including the fact that a lot of tree trimming was being done, but that there is still a lot left to do. He also discussed the progress they are making on their mapping the service area. There are few services left to retire.
 - c. Jan Kristjanson – Jan discussed an update on the prepaid system. This system has a feature which allows customers to apply their deposits and past due balances to their prepay account if needed.
 - d. Kevin Pollard – Kevin reported updates on various projects including construction for the new CVA facility at Hwy 20 and Hwy 18, a three-phase line to Hubbard and Haskins, construction of bin services and the progress of an engineering study.
7. Public Comment Period: Wes Blecke, Melissa Urbanec and Lucas Rix, members of the Wayne Area Economic Development Marketing Committee, discussed the new sign to be erected on the NNPPD property. A motion was made by Director Lebsock to approve the sign, which was seconded by Director Newton. The motion carried on a 5-0 voice vote.
8. Old Business: Management is continuing the evaluation of renewable energy opportunities. The Board discussed a proposed Memorandum of Understanding (MOU) with South Sioux City and Southwest Renewables. The Board agreed to participate in the non-binding MOU. A discussion by Kyle Dahl, Board Attorney, regarding recent conversations with NPPD about the interpretation of exit provisions of the existing power contract was made. Kyle has not been able to get in contact with NPPD and will provide updates next month.
9. New Business:
 - a. Approve Resolution to Write-Off 2013 Uncollectable Amounts: A motion was made by Director Gustafson to approve the resolution to write-off the 2013 uncollectable amounts, which was seconded by Director Lebsock. This motion carried on a 5-0 voice vote.
 - b. Regarding 2014 Bonds: A discussion by management regarding the issue of 2014 Bonds to continue construction and plant additions was made. This was a discussion item only; no votes were taken.
10. Executive Session for the purpose of discussing potential litigation, real estate and personnel issues: Director Bodlak asked if there was any need for the Board to go into executive session. A motion was made by Director Lebsock to enter executive session, which was seconded by Director Silhacek. This motion carried on a 5-0 roll call vote and executive session commenced at 4:50pm. A motion was then made by Director Silhacek at 5:15pm to exit executive session. This motion was seconded by Director Newton and was carried on a 5-0 voice vote.

A motion was then made to allow Mark Shults to collect on accounts as discussed. This motion was made by Director Newton and seconded by Director Silhacek. The motion carried on a 5-0 voice vote.

Director Tom Gustafson left at 5:16pm.

11. Board Member Reports: Director Silhacek gave a report on the recent meeting at legislature.

There was then a motion to adjourn the meeting made by Director Newton and seconded by Director Silhacek. The motion was approved 5-0 on a voice vote. The meeting was adjourned at 5:45 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