

**Minutes of the 198th Regular Meeting of the Board of Directors
Northeast Nebraska Public Power District**

The 198th regular meeting of the Northeast Nebraska Public Power District was called to order at 7:30 p.m., on May 27th, 2014, by President Don Larsen. This meeting was held in the District General's Office in Wayne, NE. Director 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, Waterbury, Wakefield, 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 Kneifl	
Director Lebsock	Director Gansebom	Director Larsen
Director Newton	Director Bodlak	

Directors Absent: **Director Gustafson**

Others present: Kyle Dahl, Jan Kristjanson, Mark Shults, Mandy Backer, Kevin Pollard, and Randy Belt.

1. Appoint Acting Treasurer: A motion was made by Director Gansebom to appoint Director Kneifl as acting Treasurer. This motion was seconded by Director Lebsock and carried on a 7-0 voice vote.
2. Review and approve minutes of the April 22, 2014 regular Board of Directors Meeting: A motion was made by Director Gansebom to approve the minutes from the April 22, 2014 Board meeting. This motion was seconded by Director Silhacek and carried on a 7-0 voice vote.
3. Motion to Excuse Absence: A motion was made by Director Silhacek to excuse the absence of Director Gustafson. This motion was seconded by Director Gansebom and carried on a 7-0 voice vote.
4. Public Comment Period: No public comment period was necessary at this time.
5. Authorization of April 2014 expenses: Following a brief discussion about the April 2014 expenses, a motion was made by Director Kneifl to authorize April 2014 expenses. This motion was seconded by Director Bodlak.

The following roll call vote was taken upon the motion:

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

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

6. Review and approve the April 2014 Financial Statements: Mark Shults and Mandy Backer provided information regarding the Form 7, noting that controllable expenses are on track and that revenue is way up but will level out as the year continues on. After a brief discussion, Director Lebsack then made a motion to approve the April 2014 financial statements, which was seconded by Director Newton and carried on a 7-0 voice vote.
7. Management Reports to the Board:
 - a. Mandy Backer – Mandy discussed the good shape of the truck fleet and the new bucket truck as well as the potential for purchasing a digger truck.
 - b. Randy Belt – Randy discussed the 9-10 miles of line built in the last month, reporting that this was substantially better than previous times. He noted the arrival of two new interns.
 - c. Jan Kristjanson – Jan had nothing to report at this time.
 - d. Kevin Pollard – Kevin reported on a number of items including the new services near Pierce, system upgrades, process-related efficiency improvements, and engineering software to improve analysis of whole system.
 - e. Mark Shults – Mark reported on the recent discussions held with SPP.
8. Old Business:
 - a. Report by management with final report for submission to the Southwest Power Pool: This item was discussed in Mark’s report.
 - b. Review by management about 3-wire Delta connections and communications with customers still not in compliance: A brief discussion was had about what to do regarding this item. But no official action was taken, and no votes were had.
 - c. Report by management regarding status of NPPD contract purchase reduction issue: Mark Shults reported to the Board that discussions regarding the NPPD contract purchase reduction issue were continuing, and that they should know more by the June meeting.
 - d. Review of an offer by NextEra LLC for wind energy purchase by the District: Mark gave an update regarding this item, but no official action was taken and no votes were had.
 - e. Review by management about acquiring service from the City of Pierce: Mark Shults and Kevin Pollard gave a brief report about the construction plans for new services near the City of Pierce, followed by a brief discussion.
9. New Business:
 - a. Resolution 2014-05-01 to Enact an RUS Requirement to the Supply Contract with Big Rivers EC: A motion was made by Director Silhacek to approve the resolution to enact an RUS requirement to the supply contract with Big Rivers EC. This motion was seconded by Director Kneifl and carried on a 7-0 voice vote.
 - b. Resolution 2014-05-02 to Modify Various Board Policies Governing the Extension of Credit to Customers: A motion was made by Director Bodlak to approve the resolution to modify various Board policies. This motion was seconded by Director Silhacek and carried on a 7-0 voice vote.
 - c. Discussion by management about grain bins and pivot services combined through one meter and about wholesale power demand charges with May irrigation pumping: This was a discussion item only. No official action or votes were had.
 - d. June Meeting Date: The June meeting date will be changed to June 30th, 2014 at 7:00pm.

7. Board Member Reports:

a. Director Lebsock gave a report on the possible change to the entrance of Ponca State Park.

8. Executive Session: Director Larsen asked if there was any need to go into executive session. There being no need, no executive session was held.

There was then a motion to adjourn the meeting made by Director Kneifl and seconded by Director Newton. The motion was approved on a 7-0 voice vote. The meeting was adjourned at 10:46 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