

**Minutes of the 201st Regular Meeting of the Board of Directors
Northeast Nebraska Public Power District**

The 201st regular meeting of the Northeast Nebraska Public Power District was called to order at 7:01p.m., on August 26th, 2014, 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, 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 Gansebom	Director Silhacek	Director Gustafson
Director Larsen	Director Lebsock	Director Kneifl
Director Bodlak	Director Newton	

Directors Absent: None.

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

1. Review and approve minutes of the July 22nd 2014 regular Board of Directors Meeting: Director Kneifl made a motion to approve the minutes, which was seconded by Director Gansebom and approved 8-0 on a voice vote.
2. Public Comment Period: Presentation by Troy Bredenkamp, CEO of the Nebraska Rural Electric Association (NREA). Mr. Bredenkamp discussed the structures, services and benefits the NREA provides for its members. He also went over challenges the NREA is facing and what they are doing to meet these. This was a discussion item only, and no official action was taken and no votes were had.
3. Authorization of July 2014 expenses. There was a brief discussion of various expenses, followed by a motion to approve the July 2014 expenses made by Director Gansebom 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.

4. Review and Approve the July 2014 Financial Statements. Mark Shults presented the financial reports for July 2014, and noted that while wholesale power expenses were higher than normal, this was a result of the retail billing cycle being different than the corresponding wholesale power expense and would be offset by higher revenue next month. He also reported that the District remains in good shape financially and that they are staying on or under budget in most categories so far this year. After a brief discussion, Director Lebsack made a motion to approve the financial statements for July 2014, which was seconded by Director Newton. The motion carried on an 8-0 voice vote.
5. Management Reports:
 - a. Jan Kristjanson: Jan reported that there were 89 customers on pre-pay. She also reviewed cash flow status.
 - b. Mandy Backer: Mandy had an update on FEMA reimbursement, and still is expecting approximately \$1 million dollars in aid. She also reported that a track vehicle is being looked into for purchasing. She also stated that the Butler PPD Operations Manager toured the NNPPD office and shop. The State Arborist came and looked at the trees on the lawn in front of the office.
 - c. Kevin Pollard: Kevin discussed putting together some statistics on the projects the District has completed in the past year as well as other projects. He also discussed a new tie-in into Hoskins and Newcastle. He also stated bin services are still being built. Finally he provided an update on the helicopter crash.
6. New Business:
 - a. Resolution 2014-08-01: Resolution to modify Policy 10-03 to permit employees to donate vacation time to other employees. Mark Shults provided some information about the background and purpose of the resolution. After a brief discussion, a motion was made by Director Gansebom, which was seconded by Director Silhacek. The motion carried on an 8-0 voice vote.
 - b. Resolution 2014-08-02: Resolution to modify Policy 04-05 to require Board Approval for Director compensation for attending meetings other than Board meetings. Mark Shults provided some information about the background and purpose of the resolution. After a brief discussion a motion was then made by Director Gustafson, followed by a second by Director Silhacek. The motion carried on an 8 to 0 voice vote.
 - c. Resolution 2014-08-03: Resolution to make membership application to the Southwest Power Pool (SPP). Mark Shults provided some information about the background and purpose of the resolution. After a brief discussion, a motion was made by Lebsack, and was seconded by Kneifl.
 - d. Discussion by Board regarding a request for information by a candidate for election to the Board: The Board and management discussed the request for information from a candidate for election to the Board. This was a discussion item only, no official action taken and no votes were had.
 - e. Discussion by management regarding the District's violation of the Service Area Agreement with Cedar Knox PPD: Mark Shults and Kevin Pollard provided some information on the District's accidental provision of service to customers in Cedar Knox Public Power District's service area. The issue appears to have been amiably resolved amongst the parties for now, and no official action was taken and no votes were had.
7. Old Business:
 - a. Continued discussion regarding Corporate Mission, Values, and Code of Conduct and a proposed Conflict of Interest Policy: A motion was made by Director Gansebom to adopt the new mission statement as modified by Director Newton, which was followed by a second by Director Kneifl. The motion carried on an 8-0 voice vote.

8. Board Member Reports: None

9. Executive Session for the purpose of discussing potential legal and personnel issues: Director Kneifl made a motion to enter executive session and was seconded by Director Newton.

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, and the Board entered executive session at 9:43p.m.

Director Bodlak later made a motion to end executive session followed by a second by Director Newton. The motion carried on an 8-0 voice vote, and the Board came out of executive session at 10:56 p.m.

10. There was then a motion to adjourn the meeting made by Director Gustafson and seconded by Director Gansebom and was approved 8-0 on a voice vote. The meeting adjourned at 11:58 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