

**Minutes of the 149<sup>th</sup> Regular Meeting of the Board of Directors  
Northeast Nebraska Public Power District**

The 149<sup>th</sup> regular meeting of the Northeast Nebraska Public Power District was called to order at 7:38 p.m., on April 27th, 2010, by President Don Larsen. This meeting was held in the power 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:

**Director Gansebom    Director Silhacek    Director Larsen    Director Bodlak  
Director Loberg    Director Gustafson    Director Kneifl    Director Lebsock**

Directors Absent: Birkley

Others present: Mark Shults, Kyle Dahl, Jan Kristjanson, Randy Belt, Dean Bruggeman, Cody Wickham, Craig Jones.

Review and approve minutes of the March 23, 2010 regular board of directors meeting: A few corrections were made to the minutes followed by a motion to approve the minutes (as corrected) of the March 23, 2010 Regular Meeting by Director Lebsock and seconded by Director Gustafson and was approved 8-0 on a voice vote.

Review and approve minutes of the April 9, 2010 Safety Meeting: A few corrections were made to the minutes followed by a motion to approve the minutes of the April 9, 2010 Safety Meeting by Director Gustafson and seconded by Director Gansebom and was approved 8-0 on a voice vote.

Authorization of March 2010 Expenses: There was a brief discussion of various expenses including rebates to customers and other expenses followed by a motion to approve the March 2010 expenses made by Director Lebsock and seconded by Director Gustafson.

The following roll call vote was taken upon the motion:

Director Larsen – yes	Director Gustafson – yes	Director Loberg – yes
Director Silhacek – yes	Director Kneifl – yes	Director Birkley – (absent)
Director Gansebom – yes	Director Bodlak – yes	Director Lebsock - yes

All directors present voting yes, the chairman declared the motion carried 8-0.

Public Comment Period: None.

Financial Reports for March 2010: There was a discussion of the financial reports for March 2010 followed by a motion to approve the March 2010 Financial Reports by Director Lebsock and

seconded by Director Gustafson. The motion carried on an 8-0 voice vote.

Old Business:

1. Resolution 2010-04-02: Review and approval of rate design and suggested retail price increase for 2010. Substituted rate information was handed out at the meeting to replace the information that was provided in the meeting packets. After a brief discussion a motion was made by Director Bodlak to approve the substituted rate schedule, to be effective for bills rendered May 1, 2010, with the rates to be reviewed by the Board of Directors within the next 12 months.

The following roll call vote was taken upon the motion:

Director Larsen – yes	Director Gustafson – yes	Director Loberg – yes
Director Silhacek – yes	Director Kneifl – yes	Director Birkley – (absent)
Director Gansebom – yes	Director Bodlak – yes	Director Lebsock - yes

All directors present voting yes, the chairman declared the motion carried 8-0.

Management Reports:

1. Jan Kristjanson: Jan gave a report on various items including the fact that the financial auditors have completed their work, and the audit report will be discussed in greater detail at next month's meeting. The policy on estimating bills was also discussed.
2. Dean Bruggeman: Dean provided updates on an upcoming equipment sale, vehicle maintenance, new radio tower generators, and work on the fuel tanks in Osmond.
3. Randy Belt: Randy gave updates on various items including, among other things, updates on repairs to the Wayne substation, tree-trimming, NPPD training and pole replacement.
4. Mark Shults: Mark provided a report on an agreement with Cedar-Knox Public Power District regarding ownership of Sub-transmission lines at Dixon and Laurel. He also gave an update on pole testing.

New Business:

1. Resolution 2010-04-01: Resolution to approve refinancing RUS loans (currently 5% annual interest rate), with Revenue Bonds to decrease interest costs. Cody Wickham and Craig Jones of D.A. Davidson & Co., provided information and a discussion ensued regarding options for refinancing the power district's RUS loans.

Following the presentation and discussion, Director Bodlak made a motion, seconded by Director Kneifl to approve the resolution.

The following roll call vote was taken upon the motion:

Director Larsen – yes	Director Gustafson – yes	Director Loberg – yes
Director Silhacek – yes	Director Kneifl – yes	Director Birkley – (absent)
Director Gansebom – yes	Director Bodlak – yes	Director Lebsock - yes

All directors present voting yes, the chairman declared the motion carried 8-0.

2. Resolution 2010-04-03: Resolution to modify the aid to construction policy 11-29. After a brief discussion, Director Gansebom made a motion to approve the resolution, seconded

by Director Lebsock. The motion passed on an 8-0 voice vote.

3. Resolution 2010-04-04: Resolution to revise board policy 11-09 on estimated meter readings. After a brief discussion, Director Gustafson made a motion to approve the resolution, seconded by Director Silhacek. The motion passed on an 8-0 voice vote.
4. Resolution 2010-04-05: Resolution to move the regular board meeting date in June 2010 to the 29<sup>th</sup>. 2010. Director Lebsock made a motion to approve the resolution, seconded by Director Gansebom. The motion passed on an 8-0 voice vote.

Board Member Reports:

1. G & T: Director Gustafson gave a report on the annual meeting and a wind integration study.
2. NREA: There is a meeting May 20, in Norfolk, NE.

Executive Session: The President asked those in attendance if there was a need to conduct an executive session. Director Silacek made a motion to conduct an executive session to discuss a personnel issue with management and to discuss potential litigation issues. Director Lebsock seconded the motion.

The following roll call vote was taken upon the motion:

Director Larsen – yes	Director Gustafson – yes	Director Loberg – yes
Director Silhacek – yes	Director Kneifl – yes	Director Birkley – (absent)
Director Gansebom – yes	Director Bodlak – yes	Director Lebsock - yes

All directors present voting yes, the chairman declared the motion carried 8-0.

The board entered executive session at 11:02 p.m with Mark Shults and Kyle Dahl in attendance.

A motion was made by Director Gansebom, seconded by Director Gustafson.

The following roll call vote was taken upon the motion:

Director Larsen – yes	Director Gustafson – yes	Director Loberg – yes
Director Silhacek – yes	Director Kneifl – yes	Director Birkley – (absent)
Director Gansebom – yes	Director Bodlak – yes	Director Lebsock - yes

All directors present voting yes, the chairman declared the motion carried 8-0. The board came out of executive session at 11:27 p.m.

There was then a motion to adjourn the meeting made by Director Lebsock and seconded by Director Gansebom and was approved 8-0 on a voice vote. The meeting was adjourned at 11:29 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.

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Attest: \_\_\_\_\_

Secretary

President