

Resolution: 2013-03-01

Date Enacted: March 18, 2013

RESOLUTION TO SEEK COMPETITIVE PROPOSALS FOR POWER SUPPLY

WHEREAS: The Nebraska Public Power District (NPPD), the present wholesale power provider for Northeast Nebraska PPD (NeNPPD), is requesting customers to sign a new long term power contract; and

WHEREAS: NeNPPD has 9 years remaining on the present contract with the G&T; and

WHEREAS: there are many unknowns in the power business today including carbon taxes, environmental regulations, renewable energy, nuclear energy, natural gas; and coal; and

WHEREAS: As a result of the formation of the Southwest Power Pool (SPP) NeNPPD finds that competitive proposals may be available; and

WHEREAS: The board of directors of NeNPPD acknowledges that bulk, wholesale power purchases are the largest single expense that a power district has; and

WHEREAS: The board of directors of NeNPPD is wholly responsible for assuring their customers that competitive proposals are investigated and accepted;

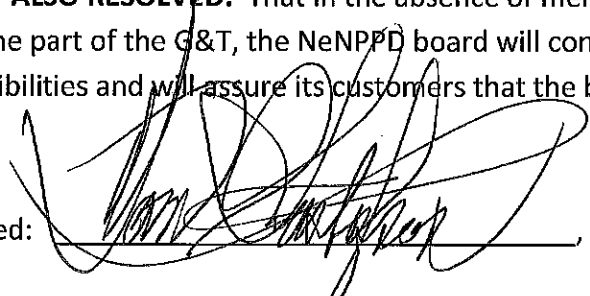
THEREFORE BE IT RESOLVED: That the board of directors of NeNPPD will not sign a new contract with NPPD until such time as the board finds that they understand the options available to them in the market for power supply and they feel they have the knowledge and information necessary to enter into a contract in this changing market; and

BE IT ALSO RESOLVED: That the board of directors of NeNPPD, as a member of the Nebraska Electric Generation and Transmission Co-op (G&T) requests the G&T to assist them in educating themselves and all the members as to the options available in this new market; and

BE IT ALSO RESOLVED: That the board of directors of NeNPPD encourages the G&T to avoid contracting with NPPD at the present time until the members have the knowledge and understanding of all options, and are able to contract, with confidence, for bulk power supply with all the advantages available for their customers; and

BE IT ALSO RESOLVED: That in the absence of member education efforts or competitive pricing on the part of the G&T, the NeNPPD board will continue to educate itself on the market possibilities and will assure its customers that the best contract available will be signed.

Signed: _____



Tom Gustafson, Acting Secretary