

MINUTES OF REGULAR BUSINESS MEETING OF THE
BOARD OF DIRECTORS
THE CENTRAL NEBRASKA PUBLIC POWER AND IRRIGATION DISTRICT
HOLDREGE, NEBRASKA
FEBRUARY 2, 2015 – 9:00 AM

This meeting was publicly advertised in accordance with Section 84-1411 of the Nebraska Statutes by a notice on Radio Station KUVR on January 26, 2015, giving the time, date, and place of the meeting and the information that the Agenda was available in advance at the Office of the Assistant Secretary.

Individual cards giving the time, date, and place of this meeting were mailed to the Directors on January 16, 2015.

The following Directors were present:

Dudley L. Nelson, President	Geoffrey K. Bogle	K. Scott Olson
David L. Rowe, Vice President*	Ronald E. Fowler	Roger D. Olson
Robert B. Dahlgren, Treasurer	Robert A. Garrett	Robert L. Petersen
Martin E. Mueller, Secretary	William E. Knoerzer	Gordon N. Soneson

**arrived at 9:03 a.m.*

Also present were the following:

Don D. Kraus, General Manager	Eric R. Hixson, Engineering Services Mgr.
Dave R. Ford, Irrigation Division Manager	Rochelle A. Jurgens, Controller
Cory A. Steinke, Civil Engineer	Greg Ham, Purchasing Agent
Jeff J. Buettner, Public Relations Coord.	Mike A. Drain, Natural Resources Mgr. (via phone)
Kevin M. Boyd, Gothenburg Division Mgr.	Michael C. Klein, Legal Counsel
	Emily Anderson, Assistant Secretary

Others present:

Lori Potter, Kearney Hub	Nolan Little, Tri-Basin NRD
Dean Nelson	Dan Neben
Tom Carlson*	

**arrived at 10:40*

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The President announced that information for the public concerning the Open Meetings Act was available for interested parties to view.

At 9:00 AM, the Board President, Dudley L. Nelson, announced that the meeting was open for business and proceeded with roll call.

PUBLIC INPUT: None.

CONSENT AGENDA: President Nelson asked the Directors if there were items they wished to be removed from the following consent agenda and discussed and voted on individually.

- **Approval of Minutes of Regular Business Meeting of the Board of Directors held January 8, 2015**
- **Approval of Minutes of Committee Meeting of the Board of Directors held January 23, 2015**
- **Approval of the February Disbursements:**

<i>Hydro Division:</i>	\$1,974,886.61
Check #s 48289 through 48478 and 8800438 through 8800443	

(Accounts Payable)	\$338,110.90
Check #s 9910544 through 9910649 and 9850 through 9856 (Payroll)	
<i>Kingsley Division:</i>	\$75,566.56
Check # 2730 (Accounts Payable)	
<i>J-2 Regulating Reservoir Construction Fund:</i>	\$106,561.79
Check #s 1098 through 1103 (Accounts Payable)	
<i>Glendo Division:</i>	NONE
Check #NONE	
<i>Flex Spending Account:</i>	\$2,414.86
Check #s 6915 through 6920	

➤ **Approval of Agricultural and Pasture Lease Renewals:**

Name	Type of Lease	Acres	Rent	Term	Location	Tract No
Lance Werth - Werth Aerial Spraying, LLC	Johnson Lake Airport Lease	20.5 1	\$3,182.7 0	01/01/15 - 12/31/12	W½ of S4-T8N- R22W	F_3
Donald J. Burks	Grassland/Pasture Agricultural Lease	7.4	\$123.33	03/1/15- 12/31/15	SE¼ of Section 6-T8N-R21W	E_201
Robert Murray - *Previously approved for Leonard Matejka*	Dryland Agricultural Lease	2.1	\$96.25	03/1/15- 12/31/15	S½NE¼ of Section 4-T8N- R22W	E_198
Brian Matthewson - *Previously approved for Nanette King*	Dryland Agricultural Lease	3.48	\$159.50	03/1/15- 12/31/15	NW¼ of Section 16-T12N-R28W	E_60-1

- **Approval of Vehicle Bid Group 15-1:** Two ½ ton regular cab pickups for Holdrege – Black Motor Company, Holdrege, 2015 Dodge 1500 Ram (\$42,798.00)
- **Approval of Work Order No. 186533:** Two 2015 Pickups for Holdrege (\$44,082.00)
- **Approval of Vehicle Bid Group 15-2:** One ¾ ton regular cab pickup for Bertrand – Janssen & Sons Ford, Holdrege, 2015 Ford F250 (\$26,283.00)
- **Approval of Work Order No. 186620:** One 2015 Pickup for Bertrand (\$32,042.00)
- **Approval of Vehicle Bid Group 15-3:** One ½ ton extended cab pickup for Gothenburg – Janssen Auto Group, North Platte, 2015 Dodge 1500 Ram (\$24,781.00)
- **Approval of Vehicle Bid Group 15-4:** One ¾ ton extended cab pickup for Gothenburg – Black Motor Company, Holdrege, 2015 Dodge 2500 Ram (\$28,319.00)
- **Approval of Vehicle Bid Group 15-5:** One 1 ton extended cab and chassis, diesel pickup for Gothenburg – Lee Jansen Motor Co., Holdrege, 2015 Chevy 3500 Silverado (\$37,104.00)
- **Approval of Work Order No. 107332:** Three 2015 Pickups for Gothenburg (\$108,344.00)
- **Approval of Bid to Replace #3 Deep Well (Well #GO13642):** Holdrege Well Service (\$41,341.00)
- **Approval of Bid for 2015 Chemicals:** Van Diest Supply Co. (\$114,952.45)
- **Approval of Purchase Requisition No. HA5992:** 2015 Chemicals (\$114,952.45)

- **Approval of Bid for Battery Banks for Communication Facilities:** Electrorep Energy Production (\$41,289.16)
- **Approval of Work Order No. 107333:** Gothenburg Control Center Uninterruptable Power Supply System (\$75,318.00)
- **Approval of 2015 Budget Amendment:** Hydro Division Budget Revision #2 to the 2015 Budget showing a Net Change of \$0.00 to the Gothenburg Capital Budget for the purchase of a utility trailer (increase of \$4,000) and a trailer to be used at Jeffrey Island (decrease of \$4,000)
- **Approval of Purchase Requisition No. HA5997:** #3 Deep Well Replacement (\$41,341.00)
- **Approval of Work Order No. 186621:** #3 Deep Well Replacement (\$42,581.23)
- **Approval of Work Order No. 186805:** District Wide Upgrade to Corporate Network (\$65,000.00)
- **Approval of Lake Improvement Fund Request for \$25,000.00:** Merriweather Addition to Johnson Lake Hike/Bike Trail
- **Approval of Change in Location of the Regular Business Meeting of the Board of Directors on March 2, 2015 to the Super 8 Motel in Holdrege at 9:00 a.m.**

It was moved by Director Knoerzer and seconded by Director Petersen to approve the Consent Agenda as presented. Upon voting on the motion, the following Directors voted therefore: Bogle, Dahlgren, Fowler, Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, and Soneson. Absent: Rowe. None voted no and the motion was declared carried.

WATER SERVICE AGREEMENTS: Dave Ford presented the following Water Service Agreement for consideration:

System	Acct. No.	Legal Desc.	Landowner	Contr. Acres	Total Chg'd	Acres
<u>WATER SERVICE AGREEMENTS</u>						
Phelps	7183102	PT SE1/4NE1/4 & (Pt NE1/4 & S1/2)SE1/4 31-7-18	Dale R Anderson.....	16.....(3).....		-34

- (1) IPP Amendment to Water Service Agreement for the 2015 irrigation season accompanies new WSA.
- (2) IPP Amendment to Water Service Agreement for the 2015 irrigation season to accompany existing WSA.
- (3) Water Service Agreement terminated after 2014, landowner came-back with new WSA.
- (4) Water Service Agreement in 10-year termination (after 2014), landowner came-back with new WSA.
- (5) Documents are currently being reviewed with landowners and/or are being signed by the landowners.

It was moved by Director S. Olson and seconded by Director Dahlgren to approve the Water Service Agreement for Dale R. Anderson as presented. Upon voting on the motion, the following Directors voted therefore: Dahlgren, Fowler, Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Soneson, and Bogle. Absent: Rowe. None voted no and the motion was declared carried.

Director Rowe entered the meeting at 9:03 a.m.

ALLOCATION YEAR TRANSFERS: Dave Ford presented a revised summary of the 13,939 total acres transferred for 2015. Transfers from the pool include 1,624 acres on the Supply Canal, E-67 and Phelps Canals, and 767 acres on the E-65 Canal.

It was moved by Director Garrett and seconded by Director Dahlgren to approve the Allocation Year Transfers as presented. Upon voting on the motion, the following Directors voted therefore: Fowler, Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, Soneson, Bogle, and Dahlgren. None voted no and the motion was declared carried.

RECHARGE APPROPRIATIONS: This was discussed in Closed Session.

PLATTE RIVER RECOVERY IMPLEMENTATION PROGRAM – APPLICATION FOR WORK: Kevin Boyd presented an Application for Work to install three check structures for the Program along the Peterson Drainage Ditch. The agreement states the Program will pay the District 100% of all costs relating to the work.

It was moved by Director Soneson and seconded by Director R. Olson to approve the Application for Work as presented. Upon voting on the motion, the following Directors voted therefore: Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, Soneson, Bogle, Dahlgren, and Fowler. None voted no and the motion was declared carried.

J-2 REGULATING RESERVOIR: Mike Drain stated landowner negotiations continue. Responses to questions and comments received at the public hearings held in December are available on the website. More discussions regarding landowner negotiations were held in Closed Session.

SOUTHWEST POWER POOL TARIFF: Discussions regarding settlement negotiations were held in Closed Session.

PERSONNEL: None.

LEGISLATION: Jeff Buettner presented an updated list of bills he is currently following.

CHANGE THE DATE OF THE NEXT COMMITTEE MEETING OF THE BOARD FROM FEBRUARY 20, 2015 TO FEBRUARY 23, 2015:

It was moved by Director Rowe and seconded by Director Knoerzer to hold the next Committee Meeting of the Board on February 23, 2015 at 9:00 a.m. Upon voting on the motion, the following Directors voted therefore: Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, Soneson, Bogle, Dahlgren, Fowler, and Garrett. None voted no and the motion was declared carried.

DIRECTORS' ATTENDANCE: All Directors were present.

BOARD COMMENTS: None.

OPERATIONS REPORT: The following operations reports were presented:

- a. Cory Steinke reported that Lake McConaughy is at elevation 3,249.4, 75% capacity and 1,300,000 acre feet. Snowpack is 74% of average in the upper basin and 77% of average in the lower basin. A Petition for Leave to File an Application for a Permit to Appropriate Water for Groundwater Recharge for Elwood Reservoir was filed last week with NDNR. Bid specs for the siphon coating are being sent out to potential bidders.
- b. Kevin Boyd presented a series of photos showing the progress of the MP5.6 Lincoln County bridge replacement. He also presented photos of the bare ground where house #3 was removed at Jeffrey Lake, and the new roof and shower upgrades at Jeffrey Lodge.
- c. Jeff Buettner stated Don Kraus, Geoff Bogle and he are attending the NREA meeting and reception later this week.
- d. Dave Ford stated the irrigation employees will start calling customers this week to discuss their delivery schedules. This process will take 7-10 days.
- e. Rochelle Jurgens stated the auditors were delayed a day due to the road conditions. The Johnson Lake invoices were sent last week and the Lake McConaughy invoices will be sent the end of February. She continues to work on transferring accounts to the new financial institutions.

A break was taken at 9:38 a.m. The meeting resumed at 9:56 a.m.

At 9:56 AM it was moved by Director R. Olson, seconded by Director Knoerzer, to go into Closed Session to protect the public interest and to discuss legal matters and land negotiations. Upon voting on the motion, the following Directors voted therefore: Mueller,

Nelson, R. Olson, S. Olson, Petersen, Rowe, Soneson, Bogle, Dahlgren, Fowler, Garrett, and Knoerzer. None voted no and the motion was declared carried. President Nelson stated the items to be discussed in Closed Session were: Recharge Appropriations; J-2 Regulating Reservoir; and Southwest Power Pool Tariff.

C L O S E D S E S S I O N

At 10:40 AM it was moved by Director R. Olson, seconded by Director Dahlgren, to exit Closed Session and reconvene in Regular Session. Upon voting on the motion, the following Directors voted therefore: Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, Soneson, Bogle, Dahlgren, Fowler, Garrett, and Knoerzer. None voted no and the motion was declared carried. President Nelson stated the items discussed in Closed Session were: Recharge Appropriations; J-2 Regulating Reservoir; and Southwest Power Pool Tariff.

Tom Carlson entered the meeting at 10:40 a.m.

RECHARGE APPROPRIATIONS: It was moved by Director Garrett and seconded by Director Fowler to protect the public interest of Central's recharge appropriations. Upon voting on the motion, the following Directors voted therefore: Nelson, R. Olson, S. Olson, Petersen, Rowe, Soneson, Bogle, Dahlgren, Fowler, Garrett, Knoerzer, and Mueller. None voted no and the motion was declared carried.

RESOLUTION NO. 15-02 IN RECOGNITION OF TOM CARLSON: It was moved by Director Soneson and seconded by Director R. Olson to approve Resolution No. 15-02 as presented. Upon voting on the motion, the following Directors voted therefore: R. Olson, S. Olson, Petersen, Rowe, Soneson, Bogle, Dahlgren, Fowler, Garrett, Knoerzer, Mueller, and Nelson. None voted no and the motion was declared carried.

The meeting adjourned at 10:52 AM.

ATTEST:

THE CENTRAL NEBRASKA PUBLIC POWER
AND IRRIGATION DISTRICT

Martin E. Mueller, Secretary

By _____
Dudley L. Nelson, President