

MINUTES OF REGULAR BUSINESS MEETING OF THE
BOARD OF DIRECTORS
THE CENTRAL NEBRASKA PUBLIC POWER AND IRRIGATION DISTRICT
HOLDREGE, NEBRASKA
MAY 2, 2016 – 9:00 A.M.

This meeting was publicly advertised in April 25, 2016, 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 April 15, 2016.

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
Martin E. Mueller, Secretary	Robert A. Garrett	Robert L. Petersen
Robert B. Dahlgren, Treasurer	William E. Knoerzer	Gordon N. Soneson

Also present were the following:

Don D. Kraus, General Manager	Jeff J. Buettner, Public Relations Coord.
Kevin M. Boyd, Gothenburg Division Mgr.	Tim Anderson, Public Relations Advisor
Eric R. Hixson, Engineering Services Manager	Holly G. Rahmann, Public Relations Asst.
Cory A. Steinke, Civil Engineer	Mark Peyton, Senior Biologist
Rochelle A. Jurgens, Controller	Dave Zorn, Senior Biologist
Mike A. Drain, Natural Resources Mgr.	Michael C. Klein, Legal Counsel
Dave R. Ford, Irrigation Division Mgr.	Emily Anderson, Assistant Secretary

Others present:

Lori Potter, Kearney Hub	John Thorburn, Tri-Basin NRD
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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: John Thorburn stated the Water Jamboree scheduled for April 26-27, 2016 was cancelled the second day due to the weather. Beginning this month the NRD staff will start on water level measurements and chemigation. Mark Peyton introduced Dave Zorn who will replace him as the Senior Biologist upon his retirement in July.

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

- **Approval of Minutes of Regular Business Meeting of the Board of Directors held April 4, 2016**
- **Approval of Minutes of Committee Meeting of the Board of Directors held April 22, 2016**
- **Approval of the May Disbursements:**

<i>Hydro Division:</i>	\$1,548,133.43
Check #s 51530 through 51753 and 8899175 through 8899192 (Accounts Payable);	\$323,715.69
Check #s 9912132 through 9912234 (Payroll)	
<i>Kingsley Division:</i>	\$47,592.36
Check #s 2844 through 2849 (Accounts Payable)	
<i>J-2 Regulating Reservoir Construction Fund:</i>	\$28,104.09
Check #s 1202 through 1207 (Accounts Payable)	
<i>Glendo Division:</i>	\$NONE
Check #NONE	
<i>Flex Spending Account:</i>	\$1,734.65
Check #6984 & 6985; 8008 through 8011	

- **Approval of Work Order No. 2107172 – Kingsley/Keystone Transmission Line Relaying (\$85,000)**
- **Approval of Lot Expansion at Sandy Point, Johnson Lake – Staff to use District resources to relocate lot corners and replat the lots within the Sandy Point Area by extending the lot boundaries to existing roadways**
- **Approval of Variance at 117 Mallard Beach, Johnson Lake to install a water hydrant within the 20’ rear setback and side setback at the usual charge for a variance, providing that the hydrant complies with the Nebraska DHHS’s rules for water testing**
- **Approval of Pinnacle Business Consulting Services Agreement for a project feasibility and economic impact study in the amount of \$13,150 for the assessment of a possible facility relocation or consolidation**

It was moved by Director Petersen and seconded by Director Garrett 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, Rowe, and Soneson. None voted no and the motion was declared carried.

WATER SERVICE AGREEMENTS: Dave Ford presented the Water Service Agreements which remained unchanged since the April 22, 2016 Committee Meeting of the Board:

<u>System</u>	<u>Acct. No.</u>	<u>Legal Desc.</u>	<u>Landowner</u>	<u>Contr. Acres</u>	<u>Total Acres Chg'd</u>
Combine Accounts:					
E65	7202101*	Pt NW1/4, NE1/4, SW1/4 Pt NW1/4SE1/4 21-7-20	Dahlgren Cattle Co., Inc.	270 (1)	+40
*Note: Combine accounts 7202101, 7202102 and 7202103, then transfer 40 ac from 7202901 for a new total of 270 ac					
Water Service Agreements:					
E65	7202901	Pt W1/2NW1/4, NE1/4, SW1/4 Pt NW1/4SE1/4 21-7-20	Dahlgren Cattle Co., Inc.	309 (1)	-40
10-Year Terminations:					
Phelps	6162101	NW1/4 21-6-16	Danielski Harvesting & Farming LLC	15	After 2025
Phelps	6162103	SW1/4 21-6-16	Danielski Harvesting & Farming LLC	50	After 2025
Phelps	6162107	SW1/4 21-6-16	Danielski Harvesting & Farming LLC	50	After 2025

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

PROGRESS ESTIMATE NO. 1 (FINAL), CONTRACT NO. 0-662.1 – JANSSEN CHRYSLER JEEP DODGE RAM OF HOLDREGE: A final progress estimate was presented for approval of payment for five pickups totaling \$131,075.00.

It was moved by Director S. Olson and seconded by Director Dahlgren to approve Progress Estimate No. 1 (Final) for Contract No. 0-662.1 with Janssen Chrysler Jeep Dodge of Holdrege for five pickups in the amount of \$131,075.00. Upon voting on the motion, the following Directors voted therefore: Bogle, Dahlgren, Fowler, Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. None voted no and the motion was declared carried.

CLOSURE OF CONTRACT NO. 0-662.1 – JANSSEN CHRYSLER JEEP DODGE OF HOLDREGE: On February 1, 2016, Contract No. 0-662.1 was awarded to Janssen Chrysler Jeep Dodge Ram of Holdrege for five 2016 pickups at a cost of \$131,075.00. All equipment has been delivered, inspected and found to be satisfactory. Payment is recommended in the amount of \$131,075.00 and the contract may be closed.

It was moved by Director S. Olson and seconded by Director Dahlgren to approve the Closure of Contract No. 0-662.1 with Janssen Chrysler Jeep Dodge of Holdrege for five 2016 pickups in the amount of \$131,075.00. Upon voting on the motion, the following Directors voted therefore: Bogle, Dahlgren, Fowler, Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. None voted no and the motion was declared carried.

PROGRESS ESTIMATE NO. 1 (FINAL), CONTRACT NO. 0-662.3 – JANSSEN & SONS FORD: A final progress estimate was presented for approval of payment for one 2016 pickup totaling \$36,363.00.

It was moved by Director Soneson and seconded by Director Fowler to approve Progress Estimate No. 1 (Final) for Contract No. 0-662.3 with Janssen & Sons Ford for one 2016 pickup in the amount of \$36,363.00. Upon voting on the motion, the following Directors voted therefore: Bogle, Dahlgren, Fowler, Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. None voted no and the motion was declared carried.

CLOSURE OF CONTRACT NO. 0-662.3 – JANSSEN & SONS FORD: On February 1, 2016, Contract No. 0-662.3 was awarded to Janssen & Sons Ford for one 2016 pickup at a cost of \$36,363.00. All equipment has been delivered, inspected and found to be satisfactory. Payment is recommended in the amount of \$36,363.00 and the contract may be closed.

It was moved by Director Knoerzer and seconded by Director Mueller to approve the Closure of Contract No. 0-662.3 with Janssen & Sons Ford for one 2016 pickup in the amount of \$36,363.00. Upon voting on the motion, the following Directors voted therefore: Bogle, Dahlgren, Fowler, Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. None voted no and the motion was declared carried.

CHANGE LOCATION AND TIME OF THE JULY 22, 2016 COMMITTEE MEETING OF THE BOARD: Don Kraus suggests holding the July 22, 2016 Committee Meeting of the Board at 1:00 p.m. (MST) at the Lake McConaughy Visitors Center, Ogallala, NE. That evening there will be a reception and dinner at the Haythorn Ranch and Directors and staff may elect to stay overnight or return home that evening.

It was moved by Director Dahlgren and seconded by Director Garrett to approve a change in the location and time of the July 22, 2016 Committee Meeting of the Board to the Lake McConaughy Visitors Center, Ogallala, NE at 1:00 p.m. (MST). Upon voting on the motion, the following Directors voted therefore: Bogle, Dahlgren, Fowler, Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. None voted no and the motion was declared carried.

J-2 REGULATING RESERVOIR: This was discussed in Closed Session.

PERSONNEL: There were no personnel matters to report.

LEGISLATION: Jeff Buettner had nothing new to report.

DIRECTORS' ATTENDANCE: All Directors were in attendance.

BOARD COMMENTS: None.

OPERATIONS REPORT: The following operations reports were presented:

- a. Cory Steinke reported that Lake McConaughy's elevation is at 3,256.9, 86.4% of capacity and 1,506,300 acre feet. He presented a water supply update using data from April 28, 2016 which reflects the snow/water equivalent in Seminoe is 115% of average and Glendo is 165% of average. Snowpack in the South Platte is 116% of average. There is 2,600-2,800 cfs coming across the Wyoming/Nebraska state line and over 3,000 cfs in the North Platte at Lewellen.
- b. Kevin Boyd stated the dredge delivery was delayed one week. A landowner downstream of the Diversion Dam complained about the potential of flooding due to dredging, so the Corps of Engineers is conducting a hydraulic study to analyze the potential for flooding. Dredging materials are being stored upstream which does not require a permit.
- c. Mike Drain attended the NHA Annual Conference in Washington, D.C. where dam safety was the primary topic of discussions.
- d. Dave Ford presented the Irrigated Area Observation Well Change in Readings Report reflecting the one year and ten year comparisons of well measurements taken during the spring of each period. The report also included the spring of 1981-1985 averages compared to the 2016 readings. He also presented Observation Well Hydrographs reflecting historical data from five random wells in the core irrigated area.
- e. Holly Rahmann stated the Water Jamboree was cancelled the second day due to the rain and registration for the Summer Water Tour begins today.
- f. Rochelle Jurgens is applying finance charges to the Johnson Lake and Plum Creek accounts today.

At 9:44 AM it was moved by Director Petersen and seconded by Director Garrett, that the Board enter into Closed Session to protect the public interest, to discuss land negotiations, and to receive legal advice. Upon voting on the motion, the following Directors voted therefore: Bogle, Dahlgren, Fowler, Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. None voted no and the motion was declared carried. President Nelson stated that the items to be discussed in closed session was the following agenda item: J-2 Regulating Reservoir.

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

At 10:32 AM it was moved by Director Fowler and seconded by Director Petersen, that the Board exit Closed Session and reconvene in Regular Session. Upon voting on the motion, the following Directors voted therefore: Bogle, Dahlgren, Fowler, Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. None voted no and the motion was declared carried. President Nelson stated he item discussed in Closed Session were of a legal nature relating to the following agenda item: J-2 Regulating Reservoir.

The meeting adjourned at 10:32 AM.

ATTEST:

THE CENTRAL NEBRASKA PUBLIC POWER
AND IRRIGATION DISTRICT

Martin E. Mueller, Secretary

By _____
Dudley L. Nelson, President