

CENTRAL NEBRASKA PUBLIC POWER AND IRRIGATION DISTRICT

HOLDREGE, NEBRASKA

FEBRUARY 4, 2019 – 9:00 A.M.

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MINUTES OF COMMITTEE MEETING OF THE  
BOARD OF DIRECTORS  
THE CENTRAL NEBRASKA PUBLIC POWER AND IRRIGATION DISTRICT  
HOLDREGE, NEBRASKA  
JANUARY 25, 2019 – 9:00 A.M.

This meeting was publicly advertised in accordance with Section 84-1411 of the Nebraska Statutes by notices on KRVN (Lexington) and KUVR (Holdrege) radio stations on January 18, 2019, by legal publication in the Kearney Hub and Holdrege Daily Citizen on January 18, 2019, and the North Platte Telegraph and the Lexington Clipper-Herald on January 19, 2019, 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, 2019.

The following Directors were present:

David L. Rowe, President	Geoffrey K. Bogle	K. Scott Olson
Ronald E. Fowler, Vice President	David G. Nelson	Roger D. Olson
Martin E. Mueller, Treasurer	Dudley L. Nelson	Robert L. Petersen
		Gordon N. Soneson

The following Directors were absent: Robert B. Dahlgren and William E. Knoerzer

Also present were the following:

Devin M. Brundage, General Manager	Jeff J. Buettner, Public Relations Manager
Rochelle A. Jurgens, Assistant Controller	Holly Rahmann, Public Relations Assistant
Eric R. Hixson, Engineering Services Mgr.	Duane Cernousek, Purchasing Agent
Mike A. Drain, Natural Resources Manager	Jim Brown, Land Administrator
David R. Ford, Irrigation Division Mgr.	Michael C. Klein, Legal Counsel
Cory A. Steinke, Civil Engineer	Emily Anderson, Assistant Secretary

Others present were:

Dean Nelson  
Grant Ericksen, Principal Financial

\* \* \* \* \*

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

At 9:01 a.m. the Board President, David L. Rowe, announced that the meeting was open for business and proceeded with roll call.

PUBLIC INPUT: None.

CONSENT TO ASSIGNMENT SUMMARY: One consent at Johnson Lake was approved during the month of January, 2019.

PERMIT TO CONSTRUCT SUMMARY: The following Permits to Construct were approved during the month of January, 2019:

Permits to Construct Approved by General Manager January 25, 2019			
Name	Description	Amount	Purpose
Baxter, Bret & Debra	SW1/4 5-11-27; NW1/4NW1/4 8-11-27; SW1/4NE1/4 8-11-27; NW1/4SE1/4 8-11-27; SE1/4SE1/4 8-11-27; Lincoln Co	\$100.00	Special permit for previously constructed earthen dike structure and culvert

WATER SERVICE AGREEMENTS: Dave Ford presented the following termination and water service agreement:

<u>System</u>	<u>Acct. No.</u>	<u>Legal Desc.</u>	<u>Landowner</u>	<u>Contr. Acres</u>	<u>Total Acres Chg'd</u>
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**10 Year Termination:**

Phelps	6172004*	N1/2 & SW1/4NW1/4 20-6-17	Gene DeBoer, Trustee of the Virginia D. Bertrand Revocable Trust	90	0
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*\*Acct will terminate at end of 2028 irrigation season*

**Water Service Agreement:**

Phelps	6150602*	W1/2SE1/4 6-6-15	Seven-A Farms, Inc./Wayne Anderbery	20(1)(3)	-32
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*\*Acct completed 10-year termination on 52 acres; Re-signed 20 acres*

WORK ORDER/PURCHASE REQUISITION SUMMARY: Devin Brundage gave an overview of the following work orders:

- a. Work Order No. 107385 – Henry Bridge Replacement on Supply Canal MP 1.9 (\$276,429.00)
- b. Work Order No. 107398 – Snell Canyon Bridge Replacement on Supply Canal MP 17.8 (\$527,000.00)
- c. Work Order No. 186559 – Install electric operator and RTU at A29.1-11.9 (\$25,000.00)
- d. Work Order No. 186560 – Install electric operator and RTU at A29.1-12.4 (\$25,000.00)
- e. Work Order No. 186561 – Install electric operator and RTU at A29.1-13.8 (\$24,400.00)

PROGRESS PAYMENT ESTIMATE NO. 4 (FINAL), CONTRACT NO. 0-685, DIAMOND PLASTICS FOR PVC PIPE FOR WETLANDS PIPELINE PROJECTS (\$13,486.87): Duane Cernousek confirmed this is the final payment for the pipe that has been delivered in full.

CLOSURE OF CONTRACT NO. 0-685, DIAMOND PLASTICS FOR PVC PIPE FOR WETLANDS PIPELINE PROJECTS (\$410,449.36): Duane Cernousek stated all of the pipe has been delivered, meeting all necessary requirements, and staff will recommend closing the contract.

PROGRESS PAYMENT ESTIMATE NO. 2, CONTRACT NO. 0-686, BSB CONSTRUCTION FOR COTTONWOOD RANCH PIPELINE PROJECT (\$92,792.33): Duane Cernousek stated this project is nearing completion.

BID TAB – 2019 CHEMICALS: Duane Cernousek presented the three bids received for the 2019 chemicals as follows: Van Diest Supply Co-\$122,905.29; Wilbur Ellis Co. LLC-\$232,782.20; and Helena Agri-Enterprises LLC-\$183,724.66. The engineer’s estimate was \$252,500.00. Staff will recommend accepting Van Diest’s bid in the amount of \$122,905.29.

BID TAB – PICKUPS: Duane Cernousek presented five bids received for Group 19-1 for four half ton regular cab, 4x4, long box pickups as follows: Gene Steffy Chrysler for four Dodge Ram 1500 Tradesmans-\$100,268.00; Platte Valley Auto for four Dodge Ram 1500 Tradesmans-\$101,900.00; Pony Express Chevrolet for four Chevrolet 1500 Silverados-\$121,748.00; Janssen Chrysler for four Dodge Ram 1500 Tradesmans-\$98,988; and Janssen Ford for four Ford F150s-\$110,920.00. The engineer’s estimate was \$110,000.00. Staff will recommend accepting Janssen Chrysler’s bid for four Dodge Rams in the amount of \$98,988.00.

Cernousek then presented five bids received for Group 19-2 for one three-quarter ton regular cab, 4x4, long box pickup as follows: Gene Steffy Chrysler for a Dodge Ram 2500 Tradesman-\$28,975.00; Platte Valley Auto for a Ford F250-\$29,771.00; Pony Express Chevrolet for a Chevrolet 2500 Silverado \$31,435.00; Janssen Chrysler for a Dodge Ram 2500 Tradesman-\$26,847.00; and Janssen Ford for a Ford F250-\$31,704.00. The engineer's estimate was \$34,500.00. Staff will recommend accepting Janssen Chrysler's bid for a Dodge Ram in the amount of \$26,847.00.

2019 BUDGET REVISION: Rochelle Jurgens presented the 2019 Budget Revision #1 as follows:

	<u>Current Budget</u>	<u>Proposed Budget</u>	<u>Difference</u>
<u>Supply Canal Capital Budget</u>			
Farm Bridge Replacement	\$150,000	\$275,000	\$125,000
<u>Supply Roads, Bridges, Crossings</u>			
1-31-54300-509			
Labor	\$362,700	\$283,500	(\$79,200)
Car & Truck Expense	\$35,000	\$28,180	(\$6,820)
Work Equipment Expense	\$60,000	\$46,500	(\$13,500)
		NET CHANGE	\$25,480
<u>Irrigation Engineering Capital</u>			
Operator & RTU 29.1-11.9	\$20,000	\$25,000	\$5,000
Operator & RTU 29.1-13.8	\$20,000	\$25,000	\$5,000
Operator & RTU 29.1-12.5	\$15,000	\$25,000	\$10,000
Operator & RTU 29.1-14.6	\$20,000	0	(\$20,000)
		NET CHANGE	0

2019 IRRIGATION SEASON WATER SCHEDULE DATES: Dave Ford presented the 2019 irrigation season water schedule which begins June 10, 2019 and ends September 1, 2019.

POWER & RECREATION COMMITTEE (1/21/19): Mike Drain gave an overview of the items discussed at the Power and Recreation Committee meeting in Gothenburg on January 21, 2019. The following are those items which will require Board action at the next Regular Business Meeting of the Board:

- a. Concession Agreements - Johnson Lake: Four concession agreements at Johnson Lake expire in April of 2019: Bullhead Point Outlet Boat Stall Owners, Bullhead Point Floating Boat Dock Association, Captain's Quarters Marina and Storage, Inc., Docks Unlimited, Inc. Past rental rates have been calculated based on a price per slip or area utilized. Adjacent landowners are charged \$200/year for SWAF permits. Staff recommendation is to adjust the term and/or rates for concession leases as show in the following table and to require repairs or improvements for all concession leases. The Committee unanimously voted to recommend Board approval to adjust the term and/or rates as presented for all concession leases.

<b>Proposed</b>	<b>Term</b>	<b>Target</b>
BHP Outlet Boat Stall Owners	5 Years	Escalate to the adjacent landowner rate over <u>10</u> Years
BHP Floating Dock Assoc.	5 Years	Escalate to the adjacent landowner rate over <u>10</u> Years
Captain's Quarters	5 Years	Maintain 3% annual escalator
Docks Unlimited	3 Years	Maintain 3% annual escalator. Set accordingly after LVA lease rates are determined in 2021

- b. Permitting Procedures Update: Variance requests at Johnson Lake have been granted to allow finished basements to be constructed with the floor elevation below the operating level of the adjacent reservoir. Staff recommends removing the Lowest Living Elevation

column from Appendix B (as shown below) of the Permitting Procedures.

<b>ELEVATION LIMITS FOR PURPOSES OF THESE PERMITTING PROCEDURES RELATING TO LOTS LEASED OR SUBLEASED FROM CENTRAL:</b>			
Reservoir	Normal Maximum Lake Level	Lowest Adjacent Grade	Lowest Building Opening
McConaughy	3,265.0	3,282.0	3,282.0
Jeffrey	2,760.0	2,762.0	2,763.5
Central Midway	2,632.3	2,634.3	2,635.8
Glen Young	2,631.8	2,633.8	2,635.3
Plum Creek	2,630.4	2,632.4	2,633.9
Johnson	2,621.0	2,622.0	2,623.5
Knapple	2,509.0	2,511.0	2,512.5

The Committee voted unanimously to recommend Board approval of Staff’s recommendation to remove the Lowest Living Elevation column from Appendix B of the Permitting Procedures.

**ADMINISTRATION COMMITTEE (1/21/19):**

- a. Legal Services Agreement – Anderson, Klein, Brewster & Brandt: Devin Brundage discussed Mike Klein’s proposed legal services agreement in which Klein suggests having himself or someone from his firm available to the District, with an office in-house, for two guaranteed days a week. Brundage presented a historical overview of legal charges paid to Anderson, Klein, Brewster and Brandt over the past several years. The pros and cons of having in-house counsel were weighed and discussed. Brundage recommends the Board consider an agreement using the format of past agreements, with the addition of a “paralegal research and filing” rate for lower level tasks such as sending e-mails, generating basic correspondence, or transferring records from the District to the law firm. Brundage has asked Klein to provide an appropriate “paralegal research and filing” hourly rate to include in the draft agreement. He will present the agreement at the upcoming Committee Meeting of the Board. The committee members all voiced unanimous support of this concept.
- b. Organizational Chart: Devin Brundage presented an organizational chart which the committee members unanimously supported.
- c. Personnel: New manager level roles, responsibilities, and recommendations for wages were discussed.

**BOARD COMMITTEES:** Board President Rowe reassigned a few directors to different committees and asked the directors to let him know if other changes are needed. He also discussed renaming the Ad Hoc Committee and possibly creating a Public Relations Committee.

A break was taken at 9:53 a.m. The meeting resumed at 10:09 a.m.

**EXTENSION NO. 4 TO KINGSLEY HYDRO BLACKSTART RESOURCE AGREEMENT:** Eric Hixson presented a draft of Extension No. 4 which extends the agreement one year, with a termination date of March 31, 2020.

**OUT OF STATE TRAVEL:** There was no out of state travel reported for February, 2019.

**LEGISLATION:** Jeff Buettner reported in depth about LB368, introduced by Senator Dan Hughes, which would remove the over-appropriated designation and change provisions of integrated management plans. He and Devin Brundage intend to meet with Senator Hughes about their concerns in the near future. He presented an updated Watch List which included an update of those natural resource and tax related issues he will continue to follow.

ANNUAL DEFINED CONTRIBUTION PENSION PLAN REVIEW: Grant Ericksen from Principal Financial presented an Executive Summary of the plan which started in 2013. The plan has 21 active employees participating with \$226,113.36 in the fund. He reviewed the vesting schedule, investment options, administrative costs, and explained his fiduciary obligations. He intends to schedule an employee education session later this year which he will coordinate with Rochelle Jurgens.

BOARD COMMENTS: Director Dave Nelson attended the NWRA/NSIA Legislative Reception in Lincoln last night and met a few senators interested in participating in a tour of the District this summer.

MANAGEMENT REPORTS:

- a. Cory Steinke reported that Lake McConaughy is at elevation 3,254.3, 1,435,500 acre feet and 82.4% capacity. Inflows are 1,200 cfs and outflows are around 400 cfs. There is icing in the river and at the Diversion Dam. Recharge revenues since mid-November have reached \$1,106,835.42. He presented graphs on the current snowpack levels and the Phelps Canal recharge thresholds.

A break for lunch was taken at 11:31 a.m. The meeting resumed at 12:08 p.m.

- b. Mike Drain and staff continue to evaluate public comments concerning the FERC Project Boundary Review. The recent government shutdown may impact the completion date of the report due to FERC due to the inability to meet with various government agencies. Due to an upcoming retirement of administrative assistant, Rick Wisner, he is going to redistribute the FERC related workload to Emily Anderson.
- c. Jeff Buettner briefly mentioned expanding Central's social media presence and reminded everyone of the Board Retreat scheduled for March 19-20, 2019.
- d. Dave Ford stated pumping into Elwood Reservoir will continue through January 28, 2019. Staff has been water scheduling the past couple weeks. He gave an update on the five Waterfowl Production Area projects and showed photos and videos of icing around various structures.
- e. Eric Hixson presented photos of penstock underdrain repairs and replacement at Jeffrey Hydro. The three diesel 400kw generators were delivered to Gothenburg recently for Jeffrey, J-1 and J-2 Hydros. The Kingsley Hydro generator should arrive soon.
- f. Rochelle stated the lake lease invoices will be mailed by January 31, 2019. The auditors, BKD, will be in the office the week of February 11, 2019. She sent out Requests for Proposals from the five banks the District currently utilizes for their rates to manage the J-2 funds.
- g. Holly Rahmann distributed copies of the agenda for the Water Conference on February 5, 2019 and encouraged all to attend. Devin Brundage will be this year's keynote speaker. She is developing ideas for improving the District's social media presence.
- h. Devin Brundage presented an update on Gothenburg operations and mentioned an issue with a gas line that runs near the 74.4 bridge that must be relocated.

WORKSHOPS, SEMINARS AND CONFERENCES: None.

PERSONNEL: Devin Brundage presented a personnel action that changes the titles of management staff to mirror the new organizational chart. More discussions were held in Closed Session.

**At 12:43 PM it was moved by Director Bogle and seconded by Director Dudley Nelson, that the Board enter into Closed Session. Upon voting on the motion, the following Directors voted therefore: Bogle, Fowler, Mueller, David Nelson, Dudley Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. Absent were: Dahlgren and Knoerzer. None voted no and the**

motion was declared carried. Board President Rowe stated the item to be discussed in closed session was the following agenda item: Personnel. The purpose of Closed Session was for discussion of personnel matters and to receive legal advice.

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

At 12:54 PM it was moved by Director Dudley Nelson 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, Fowler, Mueller, David Nelson, Dudley Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. Absent were: Dahlgren and Knoerzer. None voted no and the motion was declared carried. Board President Rowe stated the item discussed in Closed Session was the following agenda item: Personnel.

ADJOURNMENT: It was moved by Director R. Olson and seconded by Director Petersen to adjourn the meeting at 12:56 p.m. Upon voting on the motion, the following Directors voted therefore: Bogle, Fowler, Mueller, David Nelson, Dudley Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. Absent were: Dahlgren and Knoerzer. None voted no and the motion was declared carried.

The meeting adjourned at 12:56 p.m.

MINUTES OF REGULAR BUSINESS MEETING OF THE  
BOARD OF DIRECTORS  
THE CENTRAL NEBRASKA PUBLIC POWER AND IRRIGATION DISTRICT  
HOLDREGE, NEBRASKA  
FEBRUARY 4, 2019 – 9:00 A.M.

This meeting was publicly advertised in accordance with Section 84-1411 of the Nebraska Statutes by notices on KRVN (Lexington) and KUVR (Holdrege) radio stations on January 28, 2019, by legal publication in the Kearney Hub and the Holdrege Daily Citizen on January 28, 2019, the Lexington Clipper-Herald on January 30, 2019, and the North Platte Telegraph on January 31, 2019, 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, 2019.

The following Directors were present:

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

The following Director was absent: Robert B. Dahlgren

Also present were:

Devin M. Brundage, General Manager	Tyler Thulin, Civil Engineer
Rochelle A. Jurgens, Controller & Finance Mgr.	Megan Myers, Administrative Assistant
Eric R. Hixson, Electrical Project Operations Mgr.	Holly G. Rahmann, Public Relations Assistant
Mike A. Drain, Natural Resources & Compliance Mgr.	Duane Cernousek, Purchasing Agent
Dave R. Ford, Irrigation Operations Mgr.	Michael C. Klein, Legal Counsel
Cory A. Steinke, Hydraulic Project Operations Mgr.	Emily Anderson, Assistant Secretary
Jeff J. Buettner, Government & Public Relations Mgr.	

Others present were:

John Thorburn, Tri-Basin NRD	Lori Potter, Kearney Hub
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The Board 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, David L. Rowe, announced that the meeting was open for business and proceeded with roll call.

PUBLIC INPUT: John Thorburn reminded the Directors of the Water Conference being held tomorrow, February 5, 2019, at the Phelps County Ag Building.

CONSENT AGENDA: President Rowe 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 January 3, 2019**
- **Approval of Minutes of Committee Meeting of the Board of Directors held January 25, 2019**
- **Approval of the February Disbursements:**

<i>Hydro Division:</i>	
Check # 58800 through 59027 and 8899772 through 8899787 (Accounts Payable)	\$2,203,230.67
Payroll	\$545,754.03
<i>Kingsley Division:</i>	
Check #s 3064 through 3070 (Accounts Payable)	\$324,354.79
<i>J-2 Regulating Reservoir Construction Fund:</i>	
Check #NONE (Accounts Payable)	\$NONE
<i>Glendo Division:</i>	
Check #NONE	\$NONE
<i>Flex Spending Account:</i>	
Check #s 8137 through 8138	\$1,725.00

- **Approval of Work Order No. 107385 – Henry Bridge replacement on Supply Canal MP 1.9 (\$276,429.00)**
- **Approval of Work Order No. 107398 – Snell Canyon Bridge replacement on Supply Canal MP 17.8 (\$527,000.00)**
- **Approval of Work Order No. 186559 – Install electric operator and RTU at A29.1-11.9 (\$25,000.00)**
- **Approval of Work Order No. 186560 – Install electric operator and RTU at A29.1-12.4 (\$25,000.00)**
- **Approval of Work Order No. 186561 – Install electric operator and RTU at A29.1-13.8 (\$24,400.00)**
- **Approval of Progress Payment Estimate No. 4 (Final), Contract No. 0-685, Diamond Plastics for PVC Pipe for Wetlands Pipeline Projects (\$13,486.87)**
- **Approval of Closure of Contract No. 0-685, Diamond Plastics for PVC Pipe for Wetlands Pipeline Projects (\$410,449.36)**
- **Approval of Progress Payment Estimate No. 2, Contract No. 0-686, BSB Construction for Cottonwood Ranch Pipeline Project (\$92,792.33)**
- **Approval of Bid for 2019 Chemicals from Van Diest Supply Co. in the amount of \$122,905.29**
- **Approval of Bid (Group 19-1) for four half ton regular cab pickups from Janssen Chrysler in the amount of \$98,988.00**
- **Approval of Bid (Group 19-2) for one three-quarter ton regular cab pickup from Janssen Chrysler in the amount of \$26,847.00**
- **Approval of 2019 Budget Revision #1 as follows:**

	<u>Current Budget</u>	<u>Proposed Budget</u>	<u>Difference</u>
<u>Supply Canal Capital Budget</u>			
Farm Bridge Replacement	\$150,000	\$275,000	\$125,000
<u>Supply Roads, Bridges, Crossings</u>			
1-31-54300-509			
Labor	\$362,700	\$283,500	(\$79,200)
Car & Truck Expense	\$35,000	\$28,180	(\$6,820)
Work Equipment Expense	\$60,000	\$46,500	(\$13,500)

NET CHANGE \$25,480

Irrigation Engineering Capital

Operator & RTU 29.1-11.9	\$20,000	\$25,000	\$5,000
Operator & RTU 29.1-13.8	\$20,000	\$25,000	\$5,000
Operator & RTU 29.1-12.5	\$15,000	\$25,000	\$10,000
Operator & RTU 29.1-14.6	\$20,000	0	(\$20,000)

NET CHANGE 0

- Approval to adjust the term and/or rates as follows for all concession leases:

<u>Proposed</u>	<u>Term</u>	<u>Target</u>
BHP Outlet Boat Stall Owners	5 Years	Escalate to the adjacent landowner rate over <u>10</u> Years
BHP Floating Dock Assoc.	5 Years	Escalate to the adjacent landowner rate over <u>10</u> Years
Captain's Quarters	5 Years	Maintain 3% annual escalator
Docks Unlimited	3 Years	Maintain 3% annual escalator. Set accordingly after LVA lease rates are determined in 2021

- Approval to remove the Lowest Living Elevation column from Appendix B of the Permitting Procedures
- Approval of Extension No. 4 to Kingsley Hydro Blackstart Resource Agreement with a termination date of March 31, 2010
- Approval of the following Water Service Agreements:

<u>System</u>	<u>Acct. No.</u>	<u>Legal Desc.</u>	<u>Landowner</u>	<u>Contr. Acres</u>	<u>Total Acres Chg'd</u>
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**10 Year Termination:**

Phelps	6172004*	N1/2 & SW1/4NW1/4 20-6-17	Gene DeBoer, Trustee of the Virginia D. Bertrand Revocable Trust	90	0
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*\*Acct will terminate at end of 2028 irrigation season*

**Water Service Agreement:**

Phelps	6150602*	W1/2SE1/4 6-6-15	Seven-A Farms, Inc./Wayne Anderbery	20(1)(3)	-32
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*\*Acct completed 10-year termination on 52 acres; Re-signed 20 acres*

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

WORK ORDER/PURCHASE REQUISITION SUMMARY: The following Work Orders and Purchase Requisitions were reviewed and presented for consideration:

- Work Order No. 186562 – 2019 Dodge 1500 Tradesman (\$27,273.67)
- Work Order No. 186563 – 2019 Dodge 2500 Tradesman (\$34,460.76)
- Work Order No. 186643 – Three 2019 Dodge 1500 Tradesman (\$86,450.44)
- Purchase Requisition No. G-4152 – Husker Steel for Henry Bridge steel, pilings and guardrails (\$177,191.46)
- Purchase Requisition No. HA6247 – Van Diest Supply Co. for 2019 Chemicals (\$131,508.66)

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

POWER AND RECREATION COMMITTEE (1/21/19): Mike Drain stated the Power and Recreation Minutes reviewed at the January 25, 2019 Committee Meeting did not include one item that the committee made a recommendation on as follows:

a. 5 Perch Bay Addition, Johnson Lake: Staff reported an issue with a contractor pouring concrete foundations at 5 Perch Bay Addition and leaving a pile of concrete on the roadway adjacent to the lot creating a hazardous situation. Central staff attempted to coordinate the removal of the hazard with the general contractor but the situation was not resolved and Central staff removed the hazard. The Committee voted to recommend Board approval to contact the tenant from 5 Perch Bay Addition, provide photos of the hazard created by the concrete, and send an itemized statement for costs associated with removal of the concrete from the roadway.

**It was moved by Director R. Olson and seconded by Director Knoerzer to authorize staff to send an itemized statement to the tenant at 5 Perch Bay Addition, Johnson Lake for costs associated with removing the concrete from the roadway. Upon voting on the motion, the following Directors voted therefore: Bogle, Fowler, Knoerzer, Mueller, David Nelson, Dudley Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. Absent: Dahlgren. None voted no and the motion was declared carried.**

CHANGE THE LOCATION OF THE MARCH 4, 2019 REGULAR BUSINESS MEETING OF THE BOARD TO THE RODEWAY INN, HOLDREGE, NE TO COINCIDE WITH THE ANNUAL CENTRAL DISTRICT WATER USERS BOARD MEETING: **It was moved by Director Dave Nelson and seconded by Director Dudley Nelson to approve a change in location of the March 4, 2019 Regular Business Meeting of the Board to the Rodeway Inn, Holdrege, NE. Upon voting on the motion, the following Directors voted therefore: Bogle, Fowler, Knoerzer, Mueller, David Nelson, Dudley Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. Absent: Dahlgren. None voted no and the motion was declared carried.**

J-2 FUND – REQUESTS FOR PROPOSALS: Rochelle Jurgens presented bids from the following five financial institutions the District currently utilizes: NebraskaLand National Bank, Bruning State Bank, Gothenburg State Bank, Pinnacle Bank, and First State Bank. Jurgens explained she not only took the rate of return on overnight investments into consideration, but also how the account would be indexed and secured. After meeting with the Investment Committee earlier this morning, Jurgens stated staff and the committee are recommending accepting the bid from Gothenburg State Bank to manage the J-2 fund account.

**It was moved by Director Bogle and seconded by Director Petersen to approve the bid from Gothenburg State Bank to manage the J-2 fund account. Upon voting on the motion, the following Directors voted therefore: Bogle, Fowler, Knoerzer, Mueller, David Nelson, Dudley Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. Absent: Dahlgren. None voted no and the motion was declared carried.**

LEGAL SERVICES AGREEMENT – ANDERSON, KLEIN, BREWSTER & BRANDT: No action was taken on this item. The Administration Committee, Devin Brundage and Mike Klein will hold a discussion following this meeting to continue negotiations.

LEGISLATION: Jeff Buettner presented an updated Watch List and he will continue to follow any proposed legislation that might affect the District.

WORKSHOPS, SEMINARS AND CONFERENCES: None.

**PERSONNEL:** A personnel action dated February 4, 2019, with an effective date of January 24, 2019, was presented for consideration of the following salaried personnel title changes to correspond with the newly updated organizational chart:

<u>Current Title</u>	<u>New Title</u>
Public Relations Manager	Government & Public Relations Manager
Natural Resources Manager	Natural Resources & Compliance Manager
Irrigation Division Manager	Irrigation Operations Manager
Engineering Services Manager	Electrical Project Operations Manager
Controller	Controller & Finance Manager
Civil Engineer	Hydraulic Project Operations Manager

**It was moved by Director Dudley Nelson and seconded by Director S. Olson to approve the personnel action as submitted for the salaried personnel title changes. Upon voting on the motion, the following Directors voted therefore: Bogle, Fowler, Knoerzer, Mueller, David Nelson, Dudley Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. Absent: Dahlgren. None voted no and the motion was declared carried.**

**DIRECTORS' ATTENDANCE: It was moved by Director Mueller and seconded by Director Bogle to excuse the absence of Director Robert B. Dahlgren from the meeting. Upon voting on the motion, the following Directors voted therefore: Bogle, Fowler, Knoerzer, Mueller, David Nelson, Dudley Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. Absent: Dahlgren. None voted no and the motion was declared carried.**

**BOARD COMMENTS: Director Knoerzer commented about a recent article in the Lexington Clipper-Herald about Devin Brundage becoming the District's general manager and Dave Rowe being elected as board president. Director Mueller commented on his recent visit to Funk Lagoon following the filling process.**

**MANAGEMENT REPORTS: The following operations reports were presented:**

- a. Tyler Thulin reported Lake McConaughy is at elevation 3,254.6, 1,443,500 acre feet, and 82.8% capacity. Inflows to the lake are approximately 1,000 cfs, although ice conditions make it difficult to collect accurate gauge data. Snowpack in the North Platte and South Platte basins is slightly above average. As of February 1, 2019, target flows set by the U.S. Fish and Wildlife Service for habitat along the Platte River increased, so groundwater recharge efforts along the canal system have been suspended.
- b. Cory Steinke is conducting interviews for the Civil Operations Supervisor position in Gothenburg. He has attended several meetings with NPPD and CPNRD for the Environmental Account exchange, and with NPPD for the Annual Operating Plan.
- c. Mike Drain has been meeting with NPPD, CPNRD and NDNR regarding the Environmental Account exchange. He and Cory Steinke are still working to negotiate with NPPD over the Annual Operating Plan. He met yesterday with the board from Midway Lakes regarding the FERC Project Boundary Review. Staff has been unable to determine who purchased the trailer from Johnson Lake tenant, Shad Carpenter, who passed away recently. In regard to the PRD Project, responses have been filed in reply to the public objections. He discussed the possibility of making a contribution to the Mako-Ch-Mni area association to assist them with road maintenance.
- d. Jeff Buettner is planning a tour of the District with members from Dawson Area Development Corporation.

- e. Dave Ford reported recharge on Elwood Reservoir and E-65 Canal ceased at the end of January, 2019. The various Waterfowl Production Area pipeline projects continue. Staff has been scheduling water for the upcoming irrigation season and working on maintenance projects. He plans to hold a meeting with the Water Users to finalize details for the annual meeting scheduled for March 4, 2019.
- f. Eric Hixson introduced the District's new administrative assistant, Megan Myers.
- g. Holly Rahmann created a new calendar on the board website and encouraged the Directors to let her know if they are aware of upcoming events to add to the calendar.
- h. Mike Klein reported on the briefs filed in the Maloley litigation.
- i. Devin Brundage should have a draft of the Board Retreat agenda available by the end of this week. He attended a meeting with JLDI last Friday regarding improving cooperative efforts between the District and JLDI and the annual service agreement.

**ADJOURNMENT: It was moved by Director Knoerzer and seconded by Director R. Olson to adjourn the Regular Business Meeting of the Board at 9:44 a.m. Upon voting on the motion, the following Directors voted therefore: Bogle, Fowler, Knoerzer, Mueller, David Nelson, Dudley Nelson, R. Olson, S. Olson, Petersen, Rowe, and Soneson. Absent: Dahlgren. None voted no and the motion was declared carried.**

ATTEST:

THE CENTRAL NEBRASKA PUBLIC POWER  
AND IRRIGATION DISTRICT

\_\_\_\_\_  
Robert B. Dahlgren, Secretary

By \_\_\_\_\_  
David L. Rowe, President