

CENTRAL NEBRASKA PUBLIC POWER AND IRRIGATION DISTRICT

HOLDREGE, NEBRASKA

MAY 5, 2014 – 9:00 AM

INDEX

PAGE

19,052	MINUTES OF COMMITTEE MEETING OF THE BOARD OF DIRECTORS – 04/25/14
	a. Public Input
	b. Consent to Assignment Summary
	c. Permit to Construct Summary
19,053	d. Permit to Construct Summary, continued
19,054	e. Permit to Construct Summary, continued
19,055	f. Permit to Construct Summary, continued
	g. Work Orders/Purchase Requisition Summary
	h. A29.1 Flume and E65-23.7-9.8 Pipeline Projects
	i. Water Service Agreements – Platte River Recovery Implementation Program
	j. J-2 Regulating Reservoir
	k. Harassment Complaint – Johnson Lake
	l. 2014 Budget Amendment
	m. Hospital Medical Trust Report
	n. Power and Recreation Committee
19,056	o. Power and Recreation Committee, continued
	p. Johnson Lake Pedestrian Bridge
	q. Financial Projections
	r. Release of Information
	s. Strategic Plan
	t. Personnel
	u. Out of State Travel
19,057	v. Board Comments
	w. Legislation
	x. Operations Report
19,058	y. Workshops, Seminars and Conferences
	z. CLOSED SESSION
19,059	MINUTES OF REGULAR BUSINESS MEETING OF THE BOARD OF DIRECTORS – 05/05/2014
	1. Public Input
	2. Consent Agenda
19,060	1. Consent Agenda, continued
	2. Water Service Agreements and Terminations
	3. Work Orders/Purchase Requisitions
19,061	1. Change Order No. 4 – Survalent Technology Corporation – Contract No. 0-643
	2. Personnel
	3. Legislation
	4. Directors’ Attendance
	5. Board Comments
	6. Operations Report
19,062	1. CLOSED SESSION

MINUTES OF COMMITTEE MEETING OF THE
 BOARD OF DIRECTORS
 THE CENTRAL NEBRASKA PUBLIC POWER AND IRRIGATION DISTRICT
 HOLDREGE, NEBRASKA
 April 25, 2014 – 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 April 21, 2014, 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 18, 2014.

The following Directors were present:

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

*arrived at 9:01 a.m.

Also present were the following:

Don D. Kraus, General Manager	Frank C. Vetter, Real Estate Administrator
Dave R. Ford, Irrigation Division Manager	Greg Ham, Purchasing Agent
Mike A. Drain, Natural Resources Mgr.	Rochelle A. Jurgens, Controller
Cory A. Steinke, Civil Engineer	Holly G. Rahmann, Public Relations Asst.
Jeff J. Buettner, Public Relations Coord.	Charles Brewster, Legal Counsel
Kevin M. Boyd, Gothenburg Division Mgr.	Emily Anderson, Assistant Secretary
Eric R. Hixson, Engineering Services Mgr.	

Others present:

Dean Nelson	Jim Hahn
-------------	----------

* * * * *

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: Frank Vetter spoke briefly about his upcoming retirement. Jim Hahn was present on behalf of Johnson Lake Development Inc. and gave a brief update from the April 15, 2014 JLDI meeting. He stated the July 4th fireworks display will occur on July 5, 2014 with the rain date being July 12, 2014. He commented that the “hike bike trail” (Trail) is completed around the Bass Bay area and Trail usage is very good. Hahn thanked the Directors for the contribution for the carp removal. There is a fundraiser on April 26, 2014 for the Trail and they are also continuing to pursue grants for further work on the Trail.

CONSENT TO ASSIGNMENT SUMMARY: Four Consents to Assignment at Johnson Lake were presented for the month of April, 2014.

PERMIT TO CONSTRUCT SUMMARY: The following Permits to Construct were approved for the month of April, 2014:

Permits to Construct Approved by General Manager April 25, 2014			
Name	Description	Amount	Purpose

Peterson, Paul & Rogene	NW1/4 32-8-20	\$0.00	Install 6 steel wheel track bridges across E65-23.7-1.7 irrigation lateral btw MPs 3.4 & 3.7. Install 2 culverts in E65-23.7-1.7 lateral
Epping, Rodney & Grace	SE1/4 22-6-17	\$100.00	Bore underground electric supply wire 5' below Phelps Main Canal at MP 34.2 to a ground water well on north side of Main Canal
Beaumont, Jerry & Rose Ann	NE1/4NW1/4 33-7-15	\$0.00	Install 4" PVC subsurface drip flush pipeline which "T" tapes will like over Central's existing A47.2-0.3E pipeline

Permits to Construct Approved by Real Estate Department April 25, 2014 – Johnson Lake & Lake McConaughy			
<u>Name</u>	<u>Description</u>	<u>Permit & Purpose</u>	<u>Date Approved & Fee</u>
Owens, Tobin & Amanda	43 North Shore Dr 8	PTC (SWAF)-Install dock section and swim platform	March 26, 2014-\$50.00 application fee
Reynolds, Rod & Susan	35 Bass Bay Dr 16	PTC-Construct concrete slab surrounded by stepping stones for a hot tub	March 26, 2014-no application fee
Truman, Mathew & Stacey	10 North Cove Dr 10	PTC (After-the-fact)-Construct 8'x8'x10'8" high finished living additions with 18" eave overhangs on the east and west sides and 30" eave overhang on the south side. Construct retaining walls 12" out from foundation using landscape blocks, stone façade, plastic liners and fill dirt. Construct 4" deep drainage swales.	March 27, 2014-\$50.00 application fee
Newburn, Dana	Lakeview Acres, Lot 120A	PGP & PTC (ECS)-Place riprap along 105.39 feet of shoreline	March 31, 2014-no application fee
Newburn, Dana	Lakeview Acres, Lot 120A	PTC (SWAF)-Install floating jet ski dock	March 31, 2014-\$50.00 application fee
Schnell, James & Julie	Lakeview Acres, Lot 86A	PTC-Remove and replace sidewalk along seawall and construct 3 erosion control retaining walls	March 31, 2014-no application fee
Kreutz, David & Andrea	33 Mallard Cove Dr 19B	Amended PTC-Remove existing walking bridge and replace with single span walking bridge	April 1, 2014-no application fee
Howard, Angela	27 Mallard Cove Dr 19B	PTC (ECS)-Place riprap on 65' of shoreline	April 1, 2014-no application fee
Stolley, Ronald & Patricia	99 Lakeview Acres Dr 14C	PTC-Construct landscape block retaining wall, add fill dirt and river rock and establish vegetation	April 2, 2014-no application fee
Tysdal, Wade	26 Kirby Point Dr 2	PGP & PTC (ECS)-Place riprap along 44' of shoreline	April 7, 2014-no application fee
Walker, June	19 Kirby Point Dr 2	PTC-Install free-standing fire pit in front of concrete patio on the sidewalk. On each corner of sidewalk and patio pour an 8'x12' concrete slab.	April 7, 2014-no application fee
Meyer, Mark & Jayne	9 Perch Bay Addn Dr 7	Amended PTC (Common Use SWAF)-Include inadvertently omitted concrete dock anchor pad	April 8, 2014-no application fee
Edeal, Brian & Teri	110 Mallard Beach Dr 22	Amended PTC-Bury propane tank with manhole access under concrete approach to garage and pour sidewalk on south side of home	April 8, 2014-no application fee
Weaver, Joseph & Deanne	111 Lakeview Acres Dr 14C	Amended PTC (SWAF)-Install jet ski lift on right side of dock	April 8, 2014-no application fee
Johnson, Ryan & Jennifer	11 Perch Bay Addn Dr 7	Amended PTC-Construct common use concave concrete drainway on lot line between 10 and 11 Perch Bay Addn	April 9, 2014-no application fee

Stromberg, Gary	44 Mallard Beach Dr 20	PGP & PTC (ECS)-Place riprap along 49'4" of shoreline, place fill dirt behind seawall and establish grass	April 9, 2014-no application fee
Rischling, Anthony & Marla	14 North Cove Dr 10	PTC (SWAF)-Install a dock w/ platform and boatlift, and freestanding pontoon canopy	April 9, 2014-\$50.00 application fee
Berglund, Mary	107 Mallard Beach Dr 22	PTC (SWAF)-Add 2 dock sections and move existing platform to end of dock, move existing boatlift to end of dock and install jet ski lift and 2 new dock sections	April 9, 2014-\$50.00 application fee
Stromberg, Gary	44 Mallard Beach Dr 20	PTC (SWAF)-Install a boatlift and install a dock on each side of boatlift	April 9, 2014-\$50.00 application fee
Clark, Daniel & LuAnn	28 North Shore Dr 8	PTC (SWAF)-Replace existing dock with new dock w/ platform and jet ski lift and boat shore station with "L" dock	April 9, 2014-\$50.00 application fee
Smith, David & Cassandra	32 Bass Bay Dr 16	PGP & PTC (ECS)-Place riprap along 68.6' of shoreline, place fill dirt behind seawall and establish grass	April 9, 2014-\$50.00 application fee
Adam, Lynn & Susan	32 North Shore Dr 8	PTC (SWAF)-Install 2-4'x8' dock sections. Move platform to end of dock. Add 8'x16' platform. Move jet ski lift and reinstall between 2 platforms.	April 9, 2014-\$50.00 application fee
Sullwold, Richard & Victoria	31 North Shore Dr 8	PTC (SWAF)-Install cement anchor pad and a dock with "L" dock, boatlift and jet ski lift	April 9, 2014-no application fee
Howard, Randal & Sonia	31 Park Lane Dr 28	PTC (SWAF)-Install boatlift and jet ski lift	April 10, 2014-\$50.00 application fee
Stone, Charles & Margaret	32 Sandy Point Dr 24A	PTC-Install wood fence and flagpole with concrete base	April 14, 2014-no application fee
Bonk, David & Shirley	125 Mallard Beach Dr 22A	PTC (SWAF)-Install dock with boatlift with canopy and L dock at the end. Install solar light at corner of L dock. Update electrical line from house to boathouse	April 14, 2014-\$50.00 application fee
Tougas, Jason	Lakeview Acres, Lot 155A	PTC (SWAF)-Install gangway to a floating dock with floating jet ski lift and boatlift	April 14, 2014-\$50.00 application fee
Howard, Angela	27 Mallard Cove Dr 19B	PTC (SWAF)-Install dock with platforms and boatlift	April 14, 2014-\$50.00 application fee
Widick, Andrew & Karen	27 Kirby Point Dr 2	PGP & PTC (ECS)-Place riprap on 50.15' of shoreline	April 14, 2014-no application fee
Rischling, Anthony & Marla	14 North Cove Dr 10	PTC Veg-Trim branches on 2 trees	April 14, 2014-no application fee
Truman, Mathew & Stacey	10 North Cove Dr 10	PTC (After-the-Fact)-Poured concrete patio	April 14, 2014-\$50.00 application fee
Wright, Michael	137 Mallard Beach Dr 22A	PTC-Construct fence and pour concrete on south side of garage	April 15, 2014-no application fee
Strauss, Monica	12 Bass Bay Dr 16	PTC (SWAF)-Install jet ski lift on left side of existing dock	April 15, 2014-\$50.00 application fee
Haberlan, William	42 North Point Dr 13A	PTC-Construct fence on north side of garage	April 16, 2014-no application fee
Krull, Kevin & Julie	Lakeview Acres, Lot 146A	PTC (SWAF)-Install dock w/ double jet ski lift and boatlift	April 17, 2014-\$50.00 application fee
Hubel, Dale	6 Lane Three Dr 28	PTC Veg-Trim branches on one tree	April 17, 2014-no application fee
Zecha, Sandra	37 Mallard Cove Dr 19B	PTC Veg-Plant a linden tree	April 21, 2014-no application fee
2 nd Chance Investments / Booth, Todd & Kim	15 North Shore Dr 8	PTC-Construct wood deck on lake side of home	April 22, 2014-no application fee

Gibson, Dale & Patricia	Lakeview Acres, Lot 139A	PTC (SWAF)-Install a gangway to dock w/ boat shore station and double jet ski lift	April 22, 2014-\$50.00 application fee
Baker, Rodney & Shauna	30 North Shore Dr 8	PTC (SWAF)-Install a dock w/ platform and boatlift, perpendicular dock and jet ski lift	April 22, 2014-no application fee

Permits to Construct Approved by Real Estate Department April 25, 2014 – Jeffrey & Midway Lakes			
<u>Name</u>	<u>Description</u>	<u>Permit & Purpose</u>	<u>Date Approved & Fee</u>
Hilderbrand, Michael & Connie	70 Pelican Dr	PGP & PTC (ECS)-Place riprap on 160' of shoreline, add fill dirt and establish vegetation	April 10, 2014-no application fee
Exstrom, Debra	100 Pelican Dr	PTC Veg-Cut down tree north of boathouse	April 14, 2014-no application fee
Lockwood, Scott & Susan	90 Pelican Dr	After-the-Fact PGP & PTC (ECS)-Remove concrete block retaining wall and install landscape block retaining wall and place riprap on 75' of shoreline	April 15, 2014-\$50.00 application fee
Lockwood, Scott & Susan	90 Pelican Dr	PTC (SWAF)-Install gangway to a dock w/ aluminum ladder	April 22, 2014-\$50.00 not paid per injunction
Fox, Kathryn	25 Stange Circle	PTC (SWAF)-Replace and relocate existing boat shore station and relocate existing jet ski lift	April 15, 2014-\$50.00 not paid per injunction
Murry, Dennis & Frances	88 Pelican Dr	PGP & PTC (ECS)-Place riprap on 65' of shoreline	April 17, 2014-no application fee

WORK ORDER/PURCHASE REQUISITION SUMMARY: There were no work orders or purchase requisitions presented.

A29.1 FLUME AND E65-23.7-9.8 PIPELINE PROJECTS: Dave Ford stated there are two capital projects left to complete in the 2014 budget. The estimate to replace the A29.1 Flume with 42" pipe is \$435,000.00 which includes retiring the old flume. The cost for the E65-23.7-9.8 Pipeline Project is \$135,918.00 and will include two landowner contributions totaling \$36,000.00. Ford provided information on several past projects for comparison purposes. He will continue discussions with landowners and obtain a letter of understanding from them regarding their contributions.

WATER SERVICE AGREEMENTS – PLATTE RIVER RECOVERY IMPLEMENTATION PROGRAM: This was discussed in Closed Session.

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

HARASSMENT COMPLAINT – JOHNSON LAKE: This was discussed in Closed Session.

2014 BUDGET AMENDMENT: Dave Ford explained that the 2013 flooding on the South Platte River delayed Ostgren Construction's work on the E65 lining project and the work was not completed and paid for in the 2013 budget as planned. A budget revision of \$10,000.00 is needed to cover the contract with Ostgren Construction.

HOSPITAL MEDICAL TRUST REPORT: Rochelle Jurgens explained that State statute requires yearly Board approval of the activity in the hospital medical trust fund. Hays Companies supplied projections for the 2014 claims and funds needed for the trust. The fund balance at the end of 2013 was \$612,351 which is an acceptable reserve amount.

POWER AND RECREATION COMMITTEE: The Power and Recreation Committee met at Johnson Lake at 1:00 p.m. on April 24, 2014. The following items were presented by Director Petersen:

- a. Variance Request – Neal & Glenda Parker – Request is for a variance of the lowest living elevation from 2,622.0’ to 2,618.0’ with the lowest opening elevation around the home at or above 2,623.5’. The Parkers desire to construct a new home with a full basement used as living space. Staff supports the request as it is consistent with prior requests. The Committee recommends board approval of the variance request.
- b. Variance Request – Kevin & Julie Krull – Request is for a variance of the 10’ setback from the side lot line for the replacement of deteriorating concrete steps. The new steps will provide safe access to the shoreline for a handicapped member of the family. The Committee recommends board approval of the variance request.
- c. Subleasing Residential Lots – Central received a letter requesting consideration of allowing temporary renting of leaseholds at Johnson Lake. Staff reported to the committee that this issue was discussed at the April 15, 2014 Johnson Lake Development, Inc. (JLDI) meeting and a recommendation will be provided to Central for its May 23, 2014 Committee Meeting of the Board.
- d. Permit Request for Invasive Species Removal – A request was received from an adjacent landowner on the Main Supply Canal below Johnson Lake to remove invasive Eastern Red Cedar trees from Central’s land as the landowner desires to construct a new home and wants to help control the spreading of this invasive species in the area. Staff’s recommendation is to support the request and develop a permitting rule which may include waiving the fee for this type of request when it is also beneficial to Central. The Committee recommends board approval of the request and a waiver of the fee.
- e. Medo’s Resort – Staff presented possible development options for the land that is currently operated as a mobile home park under a lease with Medo’s Resort. The lease allowing this use terminates February 28, 2017 with the land reverting back to Central. After visiting the mobile home park area the Committee suggested that staff contact Dick Johnson, Reel Retreat Association representative, to discuss possible development options after February 28, 2017 with the understanding the mobile home park as it currently exists will not be allowed to continue after the lease is terminated.

JOHNSON LAKE PEDESTRIAN BRIDGE: Kevin Boyd presented Miller & Associates’ revised estimate of \$234,320.00 to accommodate an aluminum bridge which would require pilings in the water as opposed to pilings in the canal banks. Boyd stated he spoke with Lance Harter of Miller & Associates concerning the estimate who indicated the elevated cost is due to additional crane time and the necessity of a work barge. Harter recommended to Boyd to consider bidding the structure work prior to authorizing Chase Eilers of Eilers Machinery to contract for the bridge fabrication because of uncertainty of construction costs. Boyd will continue discussions with Chase Eilers.

FINANCIAL PROJECTIONS: This was related to the Water Service Agreements with the Platte River Recovery Implementation Program and was discussed in Closed Session

RELEASE OF INFORMATION: Don Kraus stated this matter arose when Johnson Lake tenants requested that Central provide a list of cabin owners to be used to solicit contributions for Johnson Lake’s annual fireworks display. A legal opinion letter was submitted by Mike Klein regarding State statutes and how they affect political subdivisions. More discussions were held in Closed Session.

STRATEGIC PLAN: Don Kraus stated that discussions with staff are ongoing and an Administration Committee meeting will be scheduled in the near future.

PERSONNEL: Don Kraus stated a new administrative assistant was hired. More discussions were held in Closed Sessions.

OUT OF STATE TRAVEL: Don Kraus approved the following out of state travel for the month of May, 2014:

<u>Name</u>	<u>Meeting</u>	<u>Location</u>	<u>Date</u>
Kevin Boyd	FERC – Risk Informed Decision Making (RIDM) Basic Training	Portland, OR	May 5-8, 2014
Mike Drain	Kingsley PMF (FERC Dam Safety)	Chicago, IL	May 7, 2014

Kraus also informed Directors that Trent Ringenberg and Jim Lauer are attending GIS training in Kansas City in May.

BOARD COMMENTS: Director Rowe asked for a status of the scanning project and Don Kraus stated it is going well, having completed the Nebraska vs. Wyoming files and work is starting on the FERC relicensing files. Director Fowler stated the carp removal at Johnson Lake will not occur until next spring as the company who performs the removal was already booked for the year.

A break was taken at 10:05 a.m. The meeting resumed at 10:24 a.m.

LEGISLATION: Jeff Buettner stated the Governor signed LB1098 into law which expands the Natural Resource Committee to 27 members. Discussions were held regarding Central submitting an application to serve on the Committee.

OPERATIONS REPORT:

- a. Cory Steinke stated Lake McConaughy is at elevation 3238.2 and 60% capacity. Lewellen inflows are decreasing. The South Platte Basin is at 125% of average snowpack and the North Platte Basin is at 120% of average snowpack. He is awaiting a design and cost estimate from CP Masters, Inc. for the cathodic protection of the E65 siphon and will present that information at a later date.
- b. Kevin Boyd stated crews have been working to repair gates on the diversion dam and they will be launching the dredge soon. Wayne Dowhower Construction Inc. poured the concrete by the cold storage building so Boyd is going to request the release of \$25,000.00 of the remaining \$50,000.000 due to them. He read aloud an e-mail he received during the break from Chase Eilers concerning the Johnson Lake Pedestrian Bridge where Eilers indicates he is open to the option of constructing a pedestrian bridge to attach to the existing outlet bridge. Boyd will discuss this option with Lance Harter of Miller & Associates and present more information at a later date.
- c. Mike Drain stated that FERC approved the Land and Shoreline Management Plan after four years and the information is available on the board website for viewing.
- d. Jeff Buettner reminded the Directors of the North Platte River Basin Tour on July 15-18, 2014 and stated there only a handful of seats available on the bus. He stated the NSIA Water Leaders Academy will have 16 members joining the tour and he intends to invite several Senators too.
- e. Dave Ford started releasing water into the canals last week. They are finishing concrete repairs but the lining project is moving slowly due to windy conditions.
- f. Holly Rahmann attended the Water Jamboree at Harlan County Reservoir this week. The website is nearing completion and she requested the Directors review the website and let her know of any problems. She will place a link to the new site on the Board website.
- g. Rochelle Jurgens stated the auditing firm, BKD, LLP, was unable to attend the meeting so they will make their presentation at the May Committee Meeting of the Board.
- h. Eric Hixson stated in the past month the Holdrege line breaker at J2 was replaced. This leaves four oil-filled breakers to replace, two at J2 and two at Jeffrey. They will plan on doing the two bus-tie breakers this fall. Devin Brundage continues to spend most of his time on the new SCADA system as there are still a few problems to

address. The irrigation canals are running on the new system but the plants and most of the supply canal are still on the old system. He advised that Kristen Dorsey started work this week as an administrative assistant. He continues to work on joining the Southwest Power Pool and recovering Central's substation expenses.

- i. Don Kraus stated that progress has stalled on the cooperative study to review the inflows at Lake McConaughy. He made a presentation to UNL this week regarding FERC issues. He fielded several questions about the NRD's study to eliminate surface water deliveries to Central's irrigation customers.

WORKSHOPS, SEMINARS AND CONFERENCES: There were no meetings to report.

At 10:59 AM it was moved by Director Knoerzer, seconded by Director S. Olson, that the Board go into Closed Session to discuss legal matters. 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 were the following agenda items: Water Service Agreements-Platte River Recovery Implementation Program; J-2 Regulating Reservoir; Harassment Complaint-Johnson Lake; Financial Projections; Release of Information; and Personnel.

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

A break was called at 11:41 AM. The executive session reconvened at 12:26 PM.

At 12:48 it was moved by Director Petersen seconded by Director R. Olson, 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 that the items discussed in Closed Session were legal issues related to the following agenda items: Water Service Agreements-Platte River Recovery Implementation Program; J-2 Regulating Reservoir; Harassment Complaint-Johnson Lake; Financial Projections; Release of Information; and Personnel.

The meeting adjourned at 12:49 PM.

MINUTES OF REGULAR BUSINESS MEETING OF THE
BOARD OF DIRECTORS
THE CENTRAL NEBRASKA PUBLIC POWER AND IRRIGATION DISTRICT
HOLDREGE, NEBRASKA
MAY 5, 2014 – 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 April 28, 2014, 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 18, 2014.

The following Directors were present:

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

Also present were the following:

Don D. Kraus, General Manager	Greg Ham, Purchasing Agent
Dave R. Ford, Irrigation Division Manager	Rochelle A. Jurgens, Controller
Van D. Fastenau, Customer Service Super.	Eric R. Hixson, Engineering Services Mgr.
Jeff J. Buettner, Public Relations Coord.	Holly G. Hiebert, Public Relations Asst.
Devin M. Brundage, Electrical Superintendent	Michael C. Klein, Legal Counsel
Kent Aden, Asst. Real Estate Administrator	Emily Anderson, Assistant Secretary

Others present:

John Thorburn, Tri-Basin NRD	Lori Potter, Kearney Hub
Dean Nelson	John Kuehn

* * * * *

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 Kuehn, District 38 Candidate for Legislature, gave a brief speech about his experience, background and goals he would like to accomplish if elected into office. John Thorburn stated the Water Jamboree was successful despite the wind. Tri-Basin NRD gave away over 1,000 trees on Arbor Day, they are currently planting shelter belts, and they have begun taking measurements of groundwater levels. Lori Potter thanked Central for its contribution to the Nebraska Press Women's lunch in Ogallala recently, for the use of the van and for Tim Anderson's time in conducting the tour of Lake McConaughy.

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 April 7, 2014**
- **Approval of Minutes of Committee Meeting of the Board of Directors held April 25, 2014**
- **Approval of the April Disbursements:**

Hydro Division:

Check #s 46345 through 46568 and #s 8800384 through 8800389 (Accounts \$1,025,763.60)

Payable)	
Check #s 9909608 through 9909710 (Payroll)	\$320,150.77
<i>Kingsley Division:</i>	
Check #s 2673 through 2681 (Accounts Payable)	\$107,506.51
<i>J-2 Regulating Reservoir Construction Fund:</i>	
Check #s 1024 through 1028 (Accounts Payable)	\$194,710.18
<i>Glendo Division:</i>	
Check # NONE	\$NONE
<i>Flex Spending Account:</i>	
Check #s 6838 through 6849	\$4,781.50

- **Approval of 2014 Budget Amendment**
Transfer \$10,000.00 from Bertrand Earthwork to Holdrege Earthwork for contracted work with Ostgren Construction.
- **Approval of Hospital Medical Trust Report**
The report provides the required accruals for 2014 to the Hospital /Medical Trust Fund and the activity in the fund for 2013 as required by State Statute 13 -1620.
- **Approval of Variance Request – Neal & Glenda Parker – 44 East Shore Dr 1, Johnson Lake** - Approve variance from lowest living elevation from 2,622.0’ to 2,618.0’ with the lowest opening elevation around the home at or above 2,623.5’.
- **Approval of Variance Request – Kevin & Julie Krull – 146 Lakeview Acres, Dr 14E, Johnson Lake** - Approve variance of the 10’ setback from the side lot line for the replacement of deteriorating concrete steps.
- **Approval of Permit for Invasive Species Removal and Approval of Waiver of Fee - Joe Phillips** - Approval of a request from Joe Phillips to remove invasive Eastern Red Cedar trees from Central’s land at a location on the Main Supply Canal below Johnson Lake between Phillips and East Phillips Lakes.
- **Approval of Progress Estimate No. 17 – Contract No. 0-642**
Wayne Dowhower Construction, Inc. - \$25,000.00 (release of 50% of balance of retainer)

It was moved by Director Knoerzer, seconded by Director R. Olson, that the Board 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 AND TERMINATIONS: Van Fastenau presented the following Water Service Agreement which is for the addition of 5 acres to provide water to a pivot corner:

System	Acct. No.	Legal Desc.	Landowner	Contr. Acres	Total Acres Chg'd
<u>WATER SERVICE AGREEMENT</u>					
E65	7191904....	Pt SE¼NW¼, Pt (S½&NE¼)NE¼			
		19-7-19.....	Mark A & Jodi Lynn Nelson.....	55.....(1).....	5

(NOTE: 5 ac from new acres)

- (1) IPP Amendment to Water Service Agreement for the 2014 irrigation season accompanies new WSA.

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

WORK ORDERS/PURCHASE REQUISITIONS: Dave Ford presented the following two work orders which would retire the existing elevated flume that crosses Lost Creek and replace it with a new flume with 42” PVC pipe:

- a) Work Order No. 186247 – Remove A29.1-12.7 Flume - \$72,703.45
- b) Work Order No. 186531 – Replace A29.1-12.7 Flume with 42” 80psi PVC Pipe - \$316,997.78

It was moved by Director Soneson, seconded by Director S. Olson, that the Board approve Work Order No. 186247-Remove A29.1-12.7 Flume for the cost of \$72,703.45 and Work Order No. 186531-Replace A29.1-12.7 Flume with 42" 80psi PVC Pipe for the cost of \$316,997.78 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.

CHANGE ORDER NO. 4 – SURVALENT TECHNOLOGY CORPORATION – CONTRACT NO. 0-643 (\$17,600.00): Eric Hixson stated the change order is necessary to pay for two engineers who are currently working remotely on the new SCADA system to come and work on-site in an effort to increase efficiency and complete the project prior to irrigation season.

It was moved by Director Bogle, seconded by Director Dahlgren, that the Board approve Change Order No. 4 – Survalent Technology Corporation – Contract No. 0-643 in the amount of \$17,600.00 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.

PERSONNEL: This was discussed in Closed Session.

LEGISLATION: Jeff Buettner stated Don Kraus submitted an application to serve on the Natural Resources Commission. The Governor will make his selections in the coming weeks.

DIRECTORS' ATTENDANCE: All Directors were present.

BOARD COMMENTS: Directors S. Olson, Nelson and Knoerzer reported on their recent trip to Washington, D.C. to attend the National Hydro Association conference.

OPERATIONS REPORT: The following operations reports were presented:

- a. Devin Brundage stated he and other employees have been working on the SCADA system and putting it into operation. The dredge was launched at the diversion dam last week. Crews are working to get the E65 wells ready for irrigation season. The concrete work was completed by Dowhower for the Gothenburg storage building. On June 13, 2014, the Gothenburg Chamber of Commerce will host a Business After Hours Open House at the Gothenburg office from 5:00-8:00 p.m.
- b. Dave Ford stated the canals and laterals on the Phelps system are being filled. He expects to start receiving delivery requests for pivots now that planting has begun.
- c. Jeff Buettner has numerous tours coming up including a new employee tour later this week, a UNL and international student group, the annual UNK tour, and cabin owner tours.
- d. Holly Rahmann is fine tuning the new website and plans to have it up by the end of this week. She will then educate staff to use the new program.
- e. Rochelle Jurgens reminded the Investment Committee of the meeting following the Board meeting.
- f. Eric Hixson will have consultants on-site after Memorial weekend to work on the SCADA security system.
- g. Don Kraus explained that Cory Steinke and Mike Drain are not present due to a conference call with the J2 consultants regarding progress and scheduling of the project. Kraus reported that Lake McConaughy inflows for the year are projected at 550,000. He reported that Steinke received notice from the Department of Natural Resources concerning high South Platte flows suggesting that districts should consider requesting permits to store water. He also reported that Drain is attending a FERC conference on Wednesday regarding the Kingsley Dam emergency spillway.

At 9:37 AM it was moved by Director R. Olson, seconded by Director Petersen, that the Board go into Closed Session to discuss legal matters. 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. President Nelson stated the item to be discussed in Closed Session was Personnel.

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

At 9:40 AM it was moved by Director Knoerzer, seconded by Director Mueller, that the Board exit Closed Session and reconvene in Regular Session. 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. President Nelson stated the only item discussed in Closed Session was Personnel.

The meeting adjourned at 9:42 AM.

ATTEST:

THE CENTRAL NEBRASKA PUBLIC POWER
AND IRRIGATION DISTRICT

K. Scott Olson, Secretary

By _____
Dudley L. Nelson, President