

MINUTES OF REGULAR BUSINESS MEETING OF THE
BOARD OF DIRECTORS
THE CENTRAL NEBRASKA PUBLIC POWER AND IRRIGATION DISTRICT
HOLDREGE, NEBRASKA
DECEMBER 2, 2013 – 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 November 25, 2013, 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 November 15, 2013.

The following Directors were present:

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

Also present were the following:

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

Others present:

Lorri Potter, Kearney Hub	Nolan Little, Tri-Basin NRD
Curtis Scheele, Holdrege NRCS	Dean Nelson

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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: Nolan Little explained the Tri-Basin NRD's completion of their fall groundwater measurements.

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 November 4, 2013**
- **Approval of Minutes of Special Meeting of the Board of Directors held November 22, 2013**
- **Approval of Minutes of Committee Meeting of the Board of Directors held November 22, 2013**
- **Approval of the November Disbursements:**
 - Hydro Division Vouchers:*
 - Check #s 45223 through 45461 and #s 99354 through 99359
(Accounts Payable)
 - Check #9909095 through 9909194 (Payroll) \$1,480,641.19
 - Kingsley Division Operations Disbursements:*

Check #2643 through 2650 (Accounts Payable)	\$173,545.81
<i>J-2 Regulating Reservoir Construction Fund Disbursements:</i>	
Check #1003 through 1006 (Accounts Payable)	\$11,948.48
<i>Glendo Division Disbursements:</i>	
Check #	\$NONE
<i>Flex Spending Account Disbursements:</i>	
Check # 6798 through 6800	\$2,563.69

➤ **Water Service Agreements and Terminations**

System	Acct. No.	Legal Desc.	Landowner	Contr. Acres	Total Chg'd	Acre
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AWEP AGREEMENT

Phelps.....6171906.....	Lots 4 & 5	19-6-17.....	Merna Larson			
E65.....7211601.....	N1/2SW1/4	16-7-21.....	Wayne M. & Linda C. Maaske			

"14" Yr WATER SERVICE AGREEMENTS (Standard 10-Yr Term + Add'l 4-Yr Term due to AWEP)

Phelps.....6171906.....	Lots 4 & 5	19-6-17.....	Merna Larson.....	62.....	(1)
E65.....7211601.....	N1/2SW1/4	16-7-21.....	Wayne M. & Linda C. Maaske..	73.....	(1)

➤ **Right of Way Transaction**

System	Tract No.	Legal Desc.	Landowner
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APPLICATIONS FOR REMOVAL OF BRIDGE OR CROSSING

E65	E65#34	W1/2SW1/4	29-7-19	Bergman Farms, Inc. (Joel Bergman, Pres.)
▶ Remove 1-30' span timber farm bridge, located at approximate Milepost 13.1 on the E65-23.7 canal that is no longer needed or used.				

➤ **Approval of 2014 Property & Casualty Insurance Renewal**

Factory Mutual Insurance Company (FM Global) for Property-Boiler & Machinery, Inland Marine and Terrorism insurance in the amount of \$167,379; and

Dunbar Peterson Insurance Agency for Worker's Compensation, Commercial Auto, Commercial Crime, General & Management Liability, and Excess Liability in the amount of \$254,537.

➤ **Approval of Proposal for Engineering Services by Kleinschmidt Associates for the Independent Inspection of Elwood Dam (\$16,100)**

➤ **Approval of Modification Agreement between The Central Nebraska Public Power and Irrigation District and the Nebraska Game and Parks Commission -** The modification agreement amends the lease agreement between Central and the Nebraska Game and Parks Commission to provide for payment to Central for 50% of the general benefits costs of the SID which are attributable to the Johnson Lake State Recreation Area. The payments will be made in December 2013 and July 2014.

➤ **Approval of Agreement between The Central Nebraska Public Power and Irrigation District and Sanitary and Improvement District No.1 of Gosper County (and Dawson County), Nebraska -** The agreement provides for payment to the SID for the general benefits costs which are attributable to the Johnson Lake State Recreation Area which is leased from Central by the Nebraska Game and Nebraska Game and Parks Commission. The payments will be made in December 2013 and July 2014.

➤ **Approval of 2014 Irrigation Rates**

Incremental Pricing Program, 9" base fee	\$31.67 per acre
IPP Acre-inch fee from 9" to 18" of use	\$1.11 per inch
Non IPP rate 12" contracts	\$35.00 per acre
Non IPP rate 18" contracts	\$41.66 per acre
Use over 18" rate	\$41.66 per acre-foot

It was moved by Director S. Olson, 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.

2014 BUDGET: Rochelle Jurgens stated there have been no changes since her presentation of the budget at the committee meeting of the board.

It was moved by Director Soneson, seconded by Director Mueller, that the Board approve the 2014 Budget 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.

WAGE SCALE ADJUSTMENT FOR SALARIED PERSONNEL AND CONFIDENTIAL EMPLOYEES:

It was moved by Director Petersen, seconded by Director Dahlgren, that the Board approve a 2.5% Wage Scale Adjustment for Salaried Personnel and Confidential Employees. 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.

WAGE SCALE ADJUSTMENT FOR HOURLY EMPLOYEES REPRESENTED BY IBEW 2185:

It was moved by Director S. Olson, seconded by Director Knoerzer, that the Board approve a 2.5% Wage Scale Adjustment for Hourly Employees Represented by IBEW 2185. Upon voting on the motion, the following Directors voted therefore: Garrett, Knoerzer, Mueller, Nelson, R. Olson, S. Olson, Petersen, Rowe, Soneson, Bogle, Dahlgren, Fowler. None voted no and the motion was declared carried.

OFFER OF NET CONTROLLED CONSERVED WATER TO THE PLATTE PROGRAM: This was discussed in Closed Session.

ANNUAL CONSERVATION REPORT: Curtis Scheele from the Holdrege NRCS office presented rainfall collection data and Marcia Trompke reported on the success of the AWEPP program and water quality information associated with South Platte flooding.

LEGISLATION: Jeff Buettner had nothing new to report.

DIRECTORS' ATTENDANCE: All Directors were present.

BOARD COMMENTS: Director Dahlgren questioned the financial relationship between the Nebraska Community Foundation and the Platte River Recovery Implementation Program. Don Kraus explained the Nebraska Community Foundation is the contracting agent and holds the funds for the Platte Program. Director Knoerzer mentioned the need for an Irrigation Committee meeting and it was decided to meet at 8:15 a.m. on December 27, 2013 prior to the Committee of the Board meeting.

OPERATIONS REPORT: The following operations reports were presented:

- a. Dave Ford stated the work on lining the siphons on the E65 Canal is progressing.
- b. Cory Steinke stated Lake McConaughy is at 52% capacity. Water is being released into NPPD's Sutherland canal.
- c. Kevin Boyd reported the crews finished the shoreline clean-up work at Lake McConaughy. On Thursday there will be a joint review with NPPD of the Emergency Action Plans.
- d. Jeff Buettner stated there was good attendance at the NSIA/NWRA Annual Conference last week.
- e. Eric Hixson has been working with the contractors on the SCADA implementation and expects work to continue for two more months.
- f. Rochelle Jurgens has been busy receiving irrigation payments.

A break was taken at 10:14 a.m. and the meeting resumed at 10:32 a.m.

At 10:32 AM it was moved by Director Knoerzer, seconded by Director R. Olson, 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 that the only item to be discussed in closed session is the Offer of Net Controlled Conserved Water to the Platte Program.

At 10:48 AM it was moved by Director Petersen, seconded by Director S. Olson, 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 the Offer of Net Controlled Conserved Water to the Platte Program.

It was moved by Director Garrett, seconded by Director Soneson, that the Board approve the Offer of Net Controlled Conserved Water to the Platte Program. Upon voting on the motion, the following Directors voted therefore: Mueller, Nelson, R. Olson, S. Olson, Petersen, Soneson, Fowler, Garrett, Knoerzer. The following Directors voted no: Rowe, Bogle and Dahlgren. The motion was declared carried.

The meeting adjourned at 10:51 AM.

ATTEST:

THE CENTRAL NEBRASKA PUBLIC POWER
AND IRRIGATION DISTRICT

K. Scott Olson, Secretary

By _____
Dudley L. Nelson, President