

CUMING COUNTY PUBLIC POWER DISTRICT
West Point, Nebraska

Regular Meeting November 13, 2019

A regular meeting of the Board of Directors of Cuming County Public Power District was held at the meeting room in the District Office, 500 South Main Street, West Point, Nebraska on the 13th day of November 2019 commencing at 9:00 o'clock a.m.

Present were: President Strehle; Members: Directors Schneider, Kaup, Mostek, Kluthe, Weiler and staff members Doggett, Haber, Haase and McWhorter.

Notice of the meeting was given in advance thereof by publications attached to these minutes. Notice of this meeting was simultaneously given to all members of the Board of Directors and acknowledgment of receipt of notice and the agenda confirmed at this meeting.

Availability of the agenda was communicated in the advance notice and in the notice to the members of the Board of Directors. All proceedings hereafter shown were taken while the convened meeting was open to the attendance of the public.

President Strehle publicly stated to all in attendance that a current copy of the Nebraska Open Meetings Act was available for review and indicated the location of such copy posted in the entrance to the meeting room where the meeting was being held.

Acceptance of Consent Agenda Items:

Suggestion Box Contents: None

Call to Order

Roll Call

Agenda as Amended - Attached

Minutes of the Previous Meeting:

Treasurer's Report - Attached - All questions were addressed.

Financial & Statistical Report - Attached

Safety Committee Report:

Operating Safety Committee Minutes (Attached) All questions were addressed.

Outage Reports - October (Attached)

Staff Reports: (Haase, Haber)- (Attached)

- (1) After discussion, a motion was made by Director Mostek and seconded by Director Kluthe **to accept the consent agenda items as presented.**

After discussion, a roll call vote was as follows:

Schneider	Yes	Mostek	Yes
Kaup	Yes	Strehle	Yes
Kluthe	Yes	Weiler	Yes

Motion carried (6-0).

- (2) After discussion, a motion was made by Director Kluthe and seconded by Director Schneider **to accept a resolution authorizing the issuance of NOT TO EXCEED \$5,350,000 of Electric System Revenue and Refunding Bonds, Series 2019 or 2020, to pay for the cost of additions and improvements to, and equipment for, the electric system, and to refinance the District's Series 2013 revenue bonds in order to achieve interest cost savings.**

After discussion, a roll call vote was as follows:

Schneider	Yes	Mostek	Yes
Kaup	Yes	Strehle	Yes
Kluthe	Yes	Weiler	Yes

Motion carried (6-0).

- (3) After discussion, a motion was made by Director Kluthe and seconded by Director Mostek **to accept the 2020 Budget Narratives.**

After discussion, a roll call vote was as follows:

Schneider	Yes	Mostek	Yes
Kaup	Yes	Strehle	Yes
Kluthe	Yes	Weiler	Yes

Motion carried (6-0).

- (4) After discussion, a motion was made by Director Mostek and seconded by Director Schneider **to reapprove Policy 504 - Work for Others, with adjustments.**

After discussion, a roll call vote was as follows:

Schneider	Yes	Mostek	Yes
Kaup	Yes	Strehle	Yes
Kluthe	Yes	Weiler	Yes

Motion carried (6-0).

- (5) A motion was made by Director Schneider and seconded by Director Kluthe **to enter into Executive Session at 11:48am to discuss confidential issues.**

A roll call was as follows:

Schneider	Yes	Mostek	Yes
Kaup	Yes	Strehle	Yes
Kluthe	Yes	Weiler	Yes

Motion carried (6-0).

President repeated the board will go into executive session to discuss confidential issues.

The board came out of executive session at 12:15 pm.

Directors' Expense and Reports

Director expenses were presented.

Director Mostek asked about Incident #37, wanted a little more detail on what happened. Scott Haber explained that the pedestal was backed into and they had half power. The customer noticed it at 2:00 am but did not call it in till the next morning. They claimed they are not sure who hit the pedestal, so CCPPD could not charge the fees to anyone.

Director Kluthe inquired about incident #39. Asked what would have happened if we hit the fiber even after the wires were located? Scott Haber stated if they would charge CCPPD, we could fight it, as it was not where the flags were located. Discussion was held on the state regulations with 811 and the locating of wires for customers.

Cody Wickham with DA Davidson entered the meeting at 9:08am.

Director Assignments

NEG&T Board Meeting

Leroy will be attending the meeting with General Manager McWhorter.

NREA Annual Meeting

General Manager McWhorter and directors Strehle, Kluthe and Mostek will be attending the meeting in Kearney.

NRECA Annual Meeting

General Manager McWhorter and directors Kluthe and Mostek will be attending the meeting.

Managers Expense & Report

Chet McWhorter reported his expenses.

NREA DC Fly-In

General Manager McWhorter and directors Kluthe and Mostek attended the Fly-In. The main discussions were held on FEMA and Co-Ops Tax Exempt status.

NPPD Rate Hearing

McWhorter attended the hearing with Director Strehle. The rate hearing was called by Loup River PPD. The hearing ended up just being a rehash of all issues surrounding PCA and NPPD rate structure.

Northeast Manager's Group

At the meeting discussions were held on Write-Off's and disconnect procedures, NREA manager replacement, NPPD elections and the NPPD rate hearing.

Bluestem

McWhorter informed the board construction is well under way and they are still on schedule to get the tower on November 18th. Scott Haber will continue to send e-mail updates with the progress of the tower.

Solar

The solar has picked up for the month but CCPPD is still behind for the year.

Bancroft Sub

Bracht is still working on the deed transfer. The substation is still on track for summer construction and fall energization.

Old Business

Large Power Rate Procedures

Discussion was held on the three demand response customers who would be greatly affected by the new Large Power Rate. The demand response program is no longer an option as there was no benefit to CCPPD. Kari Haase ran numbers looking at how we could gradually implement the new rate. She brought scenarios showing what the customer would pay for 3 years, 4 years, 5 years and 6 years.

The board agreed to have the customer pay on the 5-year plan. General Manager McWhorter and Kari Haase will meet with all three customers to discuss the new rate and explain to them the new plan they will be on.

Public Comment

None was given

New Business

NREA Discussion

"What are the primary desired objectives and services this organization must provide?" NREA wanted the managers to bring this question back to the board. It will help the hiring committee determine the qualifications for the next General Manager for the NREA.

CCPPD board members stated: Safety, NREA Magazine, Kids Summer Camp and Washington DC tour, continue the training, continue the lobbying, Credit Union and closely aligning the statewide and NEG&T. The question was posed if Darin from NEG&T would be able to manage both entities.

Cody Wickham – DA Davidson, Revenue Bond Presentation

Cody Wickham presented the board with 2 options of bonding. The board agreed to go with the "Level" bonding. Cody will keep in touch with CFO Kari Haase and General Manager McWhorter to watch rates. The board approved the resolution (see motion), so that Haase and McWhorter can bond without a special board meeting.

Cody Wickham left the meeting at 10:00 am.

3rd Quarter Financial & Operational Review

Kari Haase presented the 3rd quarter reports.

2020 Budget Narratives

The budget narratives were presented to the board and discussion was held.

Policy 504 – Work for Others

The policy was approved with adjustments.

The next regular meeting will be held December 11th, 2019 at 9:00 a.m.

Motions were read by Doggett.

ITEMS FOR FUTURE BOARD MEETINGS:

- 2020 Budget
- December 12th, 2019 Board Meeting Attendance

The motion was made at 12:19 p.m. to adjourn the meeting by Director Weiler and seconded by Director Kaup.

I the undersigned, Secretary for the Board of Directors of Cuming County Public Power District hereby certify that all of the subjects included in the foregoing proceedings are contained in the agenda for the meeting, kept continually current and available for public inspection at the District Office, 500 South Main Street, West Point, Nebraska; that subjects were contained in said agenda for at least twenty-four hours prior to said meeting; that said minutes were in written form and available for inspection within ten working days and prior to the next meeting of said body.

SEAL

Secretary