

MINUTES OF REGULAR MEETING  
OF THE BOARD OF DIRECTORS OF  
NEBRASKA PUBLIC POWER DISTRICT  
MAY 11-12, 2022

(Marginal Index for Informational Purposes Only)

A meeting of the Board of Directors of Nebraska Public Power District was held at the NPPD Operations Center, Norfolk, Nebraska, beginning at 2:05 p.m. on Wednesday, May 11, 2019.

In compliance with state law, legal notice announcing the date, hours, location and availability of the agenda for the meeting was published on the District’s corporate website, nppd.com, and also in the following newspapers on or about May 5, 2022:

- (1) Columbus Telegram, Columbus, Nebraska;
- (2) Kearney Hub, Kearney, Nebraska;
- (3) Lincoln Journal Star, Lincoln, Nebraska;
- (4) Norfolk Daily News, Norfolk, Nebraska;
- (5) North Platte Telegraph, North Platte, Nebraska;
- (6) Omaha World-Herald, Omaha, Nebraska;
- (7) Scottsbluff Star-Herald, Scottsbluff, Nebraska;
- (8) York News-Times, York, Nebraska.

This notice was also e-mailed to each member of the Board of Directors.

Chair Chlopek called the regular meeting to order at 2:05 p.m. on Wednesday, May 11, 2022, and directed the roll be called:

Present: Jerry L. Chlopek, Melissa S. Freelend, Mary A. Harding, Bill C. Hoyt, William D. Johnson, Edward J. Schrock, Gary G. Thompson, Wayne E. Williams

Absent: Fred L. Christensen, Charlie C. Kennedy, Aaron D. Troester

constituting a quorum of the Board of Directors.

Chair Chlopek announced that there was a posting of the Open Meetings Act and copies of the Board agenda at the entrance of the conference room, for anyone wishing to examine those documents.

President and Chief Executive Officer Thomas J. Kent provided an update on safety and system operations.

LEGAL NOTICE  
PUBLISHED PRIOR  
TO THE MEETING

ROLL CALL,  
2:05 P.M., MAY 11,  
2022

ANNOUNCEMENT OF  
POSTING OF OPEN  
MEETINGS ACT AND  
AGENDA

REPORT ON  
SYSTEM AND  
SAFETY STATUS

Norfolk Mayor Josh Moenning discussed several ongoing projects in Norfolk aimed at recruiting and maintaining workforce, providing affordable housing, and other economic development efforts including the North Fork River Restoration Project, renewable and battery storage projects, downtown revitalization, entertainment/tourism, telecommunication and internet, business growth, public transit, and media.

Executive Vice President of External Affairs and General Counsel John C. McClure provided an overview of federal and state infrastructure funding opportunities, focusing on the Infrastructure and Jobs Act signed into law by President Biden in November 2021.

**It was moved by Director Schrock and seconded by Director Williams that the Board go into Executive Session at 3:07 p.m. to protect the public interest and discuss competitive and proprietary information, personnel matters, pending and potential litigation, and receive legal advice. Votes were cast and recorded as follows:**

Voting Aye:	Chlopek, Freelend, Harding, Hoyt, Johnson, Schrock, Thompson, Williams
Voting Nay:	None
Abstaining:	None
Present But Not Voting:	None
Absent:	Christensen, Kennedy, Troester

Whereupon the Chair declared the motion carried.

Chair Chlopek announced the executive session was ended at 4:27 p.m., during which nothing was discussed beyond the items declared: competitive and proprietary information, personnel matters, pending and potential litigation, and receive legal advice.

The meeting was recessed at 4:27 p.m., to reconvene on Thursday, May 12, 2022, at the Columbus General Office.

### **MAY 12, 2022**

Chair Chlopek called the regular meeting to order at 10:30 a.m. on Thursday, May 12, 2022, and directed the roll to be called:

Present:	Jerry L. Chlopek, Fred L. Christensen, Melissa S. Freelend, Mary A. Harding, Bill C. Hoyt, William D. Johnson, Edward J. Schrock, Gary G. Thompson, Aaron D. Troester, Wayne E. Williams
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Absent:	Charlie C. Kennedy
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CITY OF NORFOLK  
ECONOMIC  
DEVELOPMENT  
EFFORTS

INFRASTRUCTURE  
AND JOBS ACT –  
THE BIPARTISAN  
INFRASTRUCTURE  
LAW

**MOTION (CARRIED):  
GO INTO EXECUTIVE  
SESSION AT  
3:07 P.M. TO  
PROTECT THE  
PUBLIC INTEREST,  
DISCUSS  
COMPETITIVE AND  
PROPRIETARY  
INFORMATION,  
PERSONNEL  
MATTERS, PENDING  
AND POTENTIAL  
LITIGATION, AND  
RECEIVE LEGAL  
ADVICE**

EXECUTIVE  
SESSION ENDED AT  
4:27 P.M.

MEETING  
RECESSED AT  
4:27 P.M.

ROLL CALL,  
10:30 A.M., MAY 12,  
2022

constituting a quorum of the Board of Directors.

Chair Chlopek announced that there was a posting of the Open Meetings Act and copies of the Board agenda at the entrance of the Board Room, for anyone wishing to examine those documents.

Guests at the meeting included Darin Bloomquist, Nebraska Electric G&T; and Sue Fuchtman.

Accounting Manager Joni J. Davis and Enterprise Technology Service Center Supervisor Teena M. Jones provided an overview of an NPPD employee resource group, the Association of Women in Energy (AWE).

Chair Chlopek asked for discussion of any consent agenda items, which included the following:

- Minutes of April 13-14, 2022, Regular Board Meeting
- July 2022 Regular Board Meeting scheduled for July 13-14, 2022, at GGS/in North Platte (June 2022 Regular Board Meeting previously scheduled for June 8-9, 2022, in Columbus)
- Ratification/Confirmation of Signatures of Staff Members
- March 2022 Summary of Disbursements

Chair Chlopek asked whether any Directors desired any items on the consent agenda to be placed on the regular agenda and voted on separately. There were none.

**It was moved by Director Hoyt and seconded by Director Christensen that all items on the consent agenda be approved as listed above. Votes were cast and recorded as follows:**

Voting Aye:	Chlopek, Christensen, Freeland, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams
Voting Nay:	None
Abstaining:	None
Present But Not Voting:	None
Absent:	Kennedy

Whereupon the Chair declared the motion carried.

President and Chief Executive Officer Thomas J. Kent read an excerpt from NPPD's "CNS Tools for Excellence" pocket guide.

ANNOUNCEMENT OF  
POSTING OF OPEN  
MEETINGS ACT AND  
AGENDA

GUESTS  
WELCOMED TO  
MEETING

ASSOCIATION OF  
WOMEN IN ENERGY  
AT NPPD

CONSENT AGENDA

**MOTION (CARRIED):  
APPROVE CONSENT  
AGENDA**

President and Chief Executive Officer Thomas J. Kent provided an update on NPPD employee staffing levels, and presented the Report on Retirements and Former District Employee Rehires which is on file with the Assistant Secretary and attached and made a part of these minutes.

EMPLOYEE  
COUNTS,  
RETIREMENTS AND  
REHIRE FOR  
MAY 2022

There were no public comments.

PUBLIC COMMENTS

As a result of termination of NPPD's support services agreement with Entergy for management services at CNS, President and Chief Executive Officer Thomas J. Kent recommended confirmation of two officer appointments:

**It was moved by Director Johnson and seconded by Director Williams to confirm the appointment of John A. Dent, Jr., to the position of Executive Vice President and Chief Nuclear Officer effective August 1, 2022, and set compensation. Votes were cast and recorded as follows:**

**MOTION (CARRIED):  
CONFIRM  
APPOINTMENT OF  
JOHN DENT, JR., AS  
EXECUTIVE VICE  
PRESIDENT AND  
CHIEF NUCLEAR  
OFFICER EFFECTIVE  
8-1-22**

Voting Aye:	Chlopek, Christensen, Freelend, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams
Voting Nay:	None
Abstaining:	None
Present But Not Voting:	None
Absent:	Kennedy

Whereupon the Chair declared the motion carried.

**It was moved by Director Thompson and seconded by Director Harding to confirm the appointment of Khalil M. Dia to the position of CNS Site Vice President effective June 1, 2022, and set compensation. Votes were cast and recorded as follows:**

**MOTION (CARRIED):  
CONFIRM  
APPOINTMENT OF  
KHALIL DIA AS CNS  
SITE VICE  
PRESIDENT  
EFFECTIVE 6-1-22**

Voting Aye:	Chlopek, Christensen, Freelend, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams
Voting Nay:	None
Abstaining:	None
Present But Not Voting:	None
Absent:	Kennedy

Whereupon the Chair declared the motion carried.

Vice President and Chief Financial Officer Laura L. Kapustka discussed The Energy Authority Community Choice Aggregation (CCA) Program, in which NPPD has participated for several years. Management recommended that the District terminate the CCA Agreement and exit the program in the near future. Ms. Kapustka recommended the following resolution:

**RESOLUTION NO. 22-14**

**RESOLUTION  
AUTHORIZING TERMINATION OF CERTAIN AGREEMENTS WITH  
THE ENERGY AUTHORITY, INC.**

WHEREAS, Nebraska Public Power District (the “District”) is a member of The Energy Authority, Inc. (“TEA”) and has entered into an CCA Electric Advance Agreement, by and among TEA, the District and another member of TEA and other related agreements in connection with trading activities for electric capacity and energy related to the community choice aggregation program and Project Services Agreement for CCA Program of TEA (said Agreements, the “TEA CCA Agreements”);

WHEREAS, the District has determined that it is in the best interest of the District to terminate the TEA CCA Agreements in the near future; and

WHEREAS, the purpose of this resolution is to provide authorization to certain officers of the District to terminate the TEA CCA Agreements.

WHEREAS, the TEA Related Agreements constitute Credit Obligations under the District’s General Revenue Bond Resolution, adopted June 4, 1998, as amended and supplemented (the “Bond Resolution”);

NOW, THEREFORE, BE IT RESOLVED by the Nebraska Public Power District as follows:

**Section 1. Authorization.** The President & Chief Executive Officer and the Vice President and Chief Financial Officer & Treasurer be, and each of them hereby is, authorized on behalf of the District to take such action as is necessary to terminate the TEA CCA Agreements at such time as any one of said officers deems appropriate but the termination of the TEA CCA Agreements shall occur no later than December 29, 2023.

**Section 2. Rescission of Supplemental Resolution.** The Supplemental Resolution authorizing the TEA CCA Agreements shall be deemed terminated and rescinded upon the termination of the TEA CCA Agreements.

**Section 3. Effective Date.** The provisions of this resolution shall take effect immediately.

**It was moved by Director Hoyt and seconded by Director Christensen that the foregoing resolution be adopted. Votes were cast and recorded as follows:**

**RESOLUTION  
NO. 22-14  
(ADOPTED): ADOPT  
RESOLUTION TO  
TERMINATE  
CERTAIN  
AGREEMENTS WITH  
TEA AND EXIT THE  
CCA PROGRAM**

Voting Aye: Chlopek, Christensen, Freeland, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams  
 Voting Nay: None  
 Abstaining: None  
 Present But Not Voting: None  
 Absent: Kennedy

Whereupon the Chair declared Resolution No. 22-14 adopted.

Vice President and Chief Financial Officer Laura L. Kapustka recommended the appointment of Charles T. (Tom) Dornish as Deputy Assistant Treasurer effective June 1, 2022, to replace Christine Pillen upon her retirement.

**It was moved by Director Freeland and seconded by Director Johnson that the Board confirm the appointment of Tom Dornish as Deputy Assistant Treasurer effective June 1, 2022. Votes were cast and recorded as follows:**

Voting Aye: Chlopek, Christensen, Freeland, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams  
 Voting Nay: None  
 Abstaining: None  
 Present But Not Voting: None  
 Absent: Kennedy

Whereupon the Chair declared the motion carried.

Vice President of Energy Delivery Arthur R. Wiese discussed Southwest Power Pool Notification to Construct SPP-NTC-200477, originally issued in February 2018 for multiple transmission projects related to Monolith Materials. Mr. Wiese reviewed evolutions and changes incurred in project scope since 2018, and resultant cost increases. As a result of a restudy of the projects by SPP, the SPP Board decided to suspend all future expenditures on the Multi-Sheldon-Monolith 115 kV Project while SPP studies the project to determine appropriate changes to the Notification to Construct, or possibly replace this project with an alternative project.

Vice President of Energy Delivery Arthur R. Wiese reviewed the status of the R-Project 345 Transmission Line Project. In June 2020, the US District Court, District of Colorado (Court) set aside the Incidental Take Permit granted by the US Fish and Wildlife Service (USFWS), thereby placing the R-Project on pause. Mr. Wiese reviewed issues with which the Court found error, and stated SPP's continued support of the Project in spite of the delays and additional costs. It is the intent of the USFWS to complete a Supplemental Environmental Impact Statement (EIS), to be followed by issuance of a Biological Opinion and Record of Decision for the issuance of the Incidental Take Permit of the American Burying Beetle. USFWS selected ICF Jones & Stokes, LLC, as a third-party contractor for assistance with preparation of the Supplemental EIS, and NPPD will work with the contractor during the process. Mr. Wiese finished the presentation with a recap of the

**MOTION (CARRIED):  
 CONFIRM  
 APPOINTMENT OF  
 TOM DORNISH AS  
 DEPUTY ASSISTANT  
 TREASURER**

**SPP NOTIFICATION  
 TO CONSTRUCT  
 FOR MONOLITH  
 PROJECT**

**R-PROJECT 345 KV  
 TRANSMISSION LINE  
 UPDATE**

Project schedule, milestones and anticipated completion dates.

President and Chief Executive Officer Thomas J. Kent provided a look-ahead of upcoming items for the June and July 2022 Board meetings.

Executive Vice President of External Affairs and General Counsel John C. McClure discussed federal energy policy and the price of fossil fuels, especially the impact of natural gas prices.

During the time designated for Directors' comments and questions, Director Johnson discussed his participation in a dinner for CNS licensed operators, the most recent Safety Review and Audit Board (SRAB) meeting, and the World Association of Nuclear Operators (WANO) exit meeting. Director Schrock commented on a meeting with KAAPA Ethanol, and provided an update on the agricultural economy. Director Williams discussed the recent tree-planting event in Geneva, as part of Arbor Day festivities.

A lunch recess was taken from 11:47 a.m. to 12:30 p.m.

The Nuclear Committee of the Whole, chaired by Director Johnson, met Thursday, May 12, 2022, from 12:30 to 1:04 p.m. during the Board of Directors meeting.

CNS General Manager of Plant Operations Khalil M. Dia reviewed the engineer's certificate for valve maintenance services for the Fall 2022 Refueling and Maintenance Outage. Director Johnson, Chair of the Nuclear Committee, recommended the following resolution:

**RESOLUTION NO. 22-15**

WHEREAS, management has determined that it is in the best interest of the District to procure all labor and equipment for valve maintenance services for the upcoming Fall 2022 Refueling Outage at Cooper Nuclear Station (CNS); and

WHEREAS, the District has determined, as certified by a competent engineer, that pursuant to Neb. Rev. Stat. Section 70-637 (4)(a)(iii), the services are being procured from or through an electric utility alliance.

NOW, THEREFORE, BE IT RESOLVED that this Board does hereby approve the attached engineer's certification, which is on file with the Assistant Secretary and which states that it is not in the public interest to comply with said Neb. Rev. Stat. Section 70-637 (2).

BOARD AGENDA  
LOOK-AHEAD FOR  
JUNE AND JULY 2022

GOVERNMENTAL  
AFFAIRS UPDATE

DIRECTORS'  
COMMENTS

LUNCH RECESS

NUCLEAR  
COMMITTEE OF THE  
WHOLE

**RESOLUTION  
NO. 22-15  
(ADOPTED):  
APPROVE  
ENGINEER'S  
CERTIFICATE,  
VALVE  
MAINTENANCE  
SERVICES FOR  
FALL 2022  
REFUELING  
OUTAGE (CNS)**

BE IT FURTHER RESOLVED that management be and hereby is authorized and instructed to enter into and execute, after review and approval of legal counsel, for and on behalf of the District, a contract with Crane Nuclear, Inc., for the procurement of valve maintenance services for the upcoming Fall 2022 Refueling Outage at CNS, in an amount not to exceed \$3,400,000, plus performance bond costs, after first advertising notice pursuant to Nebraska law of its intention to enter into said contract.

**It was moved by Director Hoyt and seconded by Director Christensen that the foregoing resolution be adopted. Votes were cast and recorded as follows:**

Voting Aye:	Chlopek, Christensen, Freeland, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams
Voting Nay:	None
Abstaining:	None
Present But Not Voting:	None
Absent:	Kennedy

Whereupon the Chair of the Nuclear Committee declared Resolution No. 22-15 adopted.

CNS General Manager of Plant Operations Khalil M. Dia reviewed the engineer's certificate for control rod drive mechanisms for the Fall 2022 Refueling and Maintenance Outage (RE 32). Director Johnson, Chair of the Nuclear Committee, recommended the following resolution:

**RESOLUTION NO. 22-16**

WHEREAS, management has determined that it is in the best interest of the District to procure the services and materials to remove nine control rod drive mechanisms during the Fall 2022 Refueling Outage, refurbish the control rod drive mechanisms at an off-site facility, and then reinstall the control rod drive mechanisms during a future refueling outage at Cooper Nuclear Station; and

WHEREAS, the District has determined, as certified by a competent engineer, that pursuant to Neb. Rev. Stat. Section 70-637 (4)(a)(iv), the materials and services being procured are considered repair and maintenance and that it would be impractical and not in the public interest to comply with Neb. Rev. Stat. Section 70-637 (2), with regard to the procurement of the above-mentioned labor and material.

NOW, THEREFORE, BE IT RESOLVED that this Board does hereby approve the attached engineer's certification, which is on file with the Assistant Secretary and which states that the materials and services are being awarded pursuant to Neb. Rev. Stat. Section 70-637 (4)(a)(iv).

**RESOLUTION  
NO. 22-16  
(ADOPTED):  
APPROVE  
ENGINEER'S  
CERTIFICATE,  
CONTROL ROD  
DRIVE MECHANISMS  
FOR FALL 2022  
REFUELING  
OUTAGE (CNS)**



BE IT FURTHER RESOLVED that management be and hereby is authorized and instructed to enter into and execute, for and on behalf of the District, after review and approval by legal counsel, a contract with GE-Hitachi Nuclear Energy Americas, LLC, in an estimated amount of \$1,000,000, plus performance bond costs, for the procurement of the services and materials, after first advertising notice pursuant to Nebraska law of its intention to enter into said contract.

**It was moved by Director Williams and seconded by Director Frelend that the foregoing resolution be adopted. Votes were cast and recorded as follows:**

Voting Aye:	Chlopek, Christensen, Frelend, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams
Voting Nay:	None
Abstaining:	None
Present But Not Voting:	None
Absent:	Kennedy

Whereupon the Chair of the Nuclear Committee declared Resolution No. 22-16 adopted.

CNS General Manager of Plant Operations Khalil M. Dia reviewed the engineer's certificate for an amendment to the agreement for control rod drive mechanisms for the Fall 2020 Refueling and Maintenance Outage (RE 31). Director Johnson, Chair of the Nuclear Committee, recommended the following resolution:

**RESOLUTION NO. 22-17**

WHEREAS, management has determined that it is in the best interest of the District to procure the materials necessary for the refurbishment and repair of 12 control rod drive mechanisms (CRDMs) at Cooper Nuclear Station; and

WHEREAS, the District has determined, as certified by a competent engineer, that pursuant to Neb. Rev. Stat. Section 70-637 (6), the equipment being procured is proprietary to the original equipment manufacturer, making said manufacturer the sole source of the equipment.

NOW, THEREFORE, BE IT RESOLVED that this Board does hereby approve the attached engineer's certification, which is on file with the Assistant Secretary and which states that the materials and services are being awarded pursuant to Neb. Rev. Stat. Section 70-637 (6).

**RESOLUTION  
NO. 22-17  
(ADOPTED):  
APPROVE  
ENGINEER'S  
CERTIFICATE,  
CONTROL ROD  
DRIVE MECHANISMS  
FOR FALL 2020  
REFUELING  
OUTAGE (CNS)**

BE IT FURTHER RESOLVED that management be and hereby is authorized and instructed to enter into and execute, for and on behalf of the District, a contract amendment with GE-Hitachi Nuclear Energy Americas, LLC for the procurement of the non-standard materials necessary for the refurbishment and repair of 12 CRDMs at Cooper Nuclear Station, in an estimated amount of \$560,000, plus performance bond costs, after first advertising notice pursuant to Nebraska law of its intention to enter into the contract amendment after review and approval by legal counsel.

**It was moved by Director Hoyt and seconded by Director Harding that the foregoing resolution be adopted. Votes were cast and recorded as follows:**

Voting Aye:	Chlopek, Christensen, Freelend, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams
Voting Nay:	None
Abstaining:	None
Present But Not Voting:	None
Absent:	Kennedy

Whereupon the Chair of the Nuclear Committee declared Resolution No. 22-17 adopted.

CNS General Manager of Plant Operations Khalil M. Dia reviewed the Request for Approval of Procurements for Services, Equipment and/or Materials for Items \$500,000 and Above (Nuclear), which included: 1) Agreement with Conco Services Corp, and provided for labor, equipment, mobilization, and demobilization to perform inspection, cleaning and eddy current testing of four main condenser water boxes and two feedwater heat exchangers during the Fall 2022 Refueling Outage (CNS); 2) Agreement with Framatome, Inc., and provided for labor and equipment to perform mast fuel sipping of 548 fuel bundles and vacuum sipping on up to 16 fuel bundles during the Fall 2022 Refueling Outage (CNS); and 3) Amendment No. 5 to the Agreement with GE-Hitachi Nuclear Energy Americas, LLC, for additional funding for refueling floor services and manual non-destructive examination services in support of the 2022 Refueling Outage (CNS).

**It was moved by Director Harding and seconded by Director Hoyt to approve the Request for Approval of Procurements for Services, Equipment and/or Materials for Items \$500,000 and Above (Nuclear). Votes were cast and recorded as follows:**

Voting Aye:	Chlopek, Christensen, Freelend, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams
Voting Nay:	None
Abstaining:	None
Present But Not Voting:	None
Absent:	Kennedy

Whereupon the Chair of the Nuclear Committee declared the motion carried.

**MOTION (CARRIED):  
APPROVE REQUEST  
FOR APPROVAL OF  
PROCUREMENTS  
FOR SERVICES,  
EQUIPMENT AND/OR  
MATERIALS FOR  
ITEMS \$500,000 AND  
ABOVE (NUCLEAR)**

Vice President and Chief Nuclear Officer John L. Dent, Jr., also provided an update regarding Cooper Nuclear Station.

CNS MONTHLY UPDATE

Director Harding, Chair of the Energy Supply Committee, reported that the Energy Supply Committee met Thursday morning, May 12, 2022.

ENERGY SUPPLY COMMITTEE REPORT

Director Harding, Chair of the Energy Supply Committee, recommended the following resolution:

**RESOLUTION NO. 22-18**

**RESOLUTION NO. 22-18 (ADOPTED): REJECT BIDS AND NEGOTIATE CONTRACT NO. 22-008, REPLACEMENT BAGHOUSE BAG PURCHASE (GGS)**

WHEREAS, pursuant to and in accordance with law, bids on Contract No. 22-008, Replacement Baghouse Bag Purchase, Gerald Gentleman Station, have been duly invited, received, opened, read, and tabulated; and

WHEREAS, management has studied and analyzed all the bids received and it was determined that the bids contained significant exceptions and are considered non-responsive, and

WHEREAS, it would be in the best interest of the District to reject the bids and negotiate a contract for the replacement Baghouse Bags, pursuant to Neb. Rev. Stat. Section 70-637.

NOW, THEREFORE, BE IT RESOLVED that the bids submitted on Contract No. 22-008 hereby are rejected as being non-responsive to the bid documents, and that the bid security submitted by the bidders as evidence of good faith be returned to the bidders.

BE IT FURTHER RESOLVED that management be and hereby is authorized to negotiate with the two vendors who meet the experience requirements and provided a bid under this Contract for the replacement Baghouse Bags, as contemplated by Contract No. 22-008, in an amount not to exceed \$5,628,935 after review and approval by legal counsel.

**It was moved by Director Harding and seconded by Director Christensen that the foregoing resolution be adopted. Votes were cast and recorded as follows:**

Voting Aye:	Chlopek, Christensen, Freeland, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams
Voting Nay:	None
Abstaining:	None
Present But Not Voting:	None
Absent:	Kennedy

Whereupon the Chair declared Resolution No. 22-18 adopted.

Director Harding, Chair of the Energy Supply Committee, reported that the Committee also heard reports on the following matters: 1) Energy Supply monthly generation performance; 2) Energy Supply look-ahead for June 2022; 3) and Water Supply.

ENERGY SUPPLY  
COMMITTEE  
REPORT

Director Williams, Chair of the Customer and Support Services Committee, reported that the Customer and Support Committee met Thursday morning, May 12, 2022.

CUSTOMER AND  
SUPPORT SERVICES  
COMMITTEE

Accounting Manager Joni J. Davis presented financial performance measures for March 2022, as well as the monthly financial report, which indicated that operating revenues from electric sales were \$0.7 million under budget for the month, and \$4.6 million under budget year to date. Firm electric sales were \$1.6 million over budget for the month, and \$5.0 million over budget year to date. Other electric sales were \$2.3 million under budget for the month, and \$9.6 million under budget year to date. Total operating expenses were over budget by \$0.7 million for the month, and \$11.0 million under budget year to date. The balance of the regulatory liability for unearned revenues as of March 31, 2022, was \$248.5 million. This balance represents surplus net revenues to be applied as credits against revenue requirements in future rate periods.

MARCH 2022  
FINANCIAL  
STATEMENTS

**It was moved by Director Williams and seconded by Director Hoyt that the March 2022 Financial Statements be accepted, as presented. Votes were cast and recorded as follows:**

Voting Aye:	Chlopek, Christensen, Freeland, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams
Voting Nay:	None
Abstaining:	None
Present But Not Voting:	None
Absent:	Kennedy

Whereupon the Chair declared the motion carried.

Accounting Manager Joni J. Davis also shared preliminary financial results for April, reporting that the District experienced a surplus of \$5.6 million for the month.

PRELIMINARY  
FINANCIAL RESULTS  
FOR APRIL 2022

During the Customer and Support Services Committee meeting, Vice President of Energy Delivery Arthur R. Wiese discussed Southwest Power Pool (SPP) Notification to Construct (NTC) SPP-NTC-210645, which included: 1) Transformer upgrade for Columbus East Substation, to 333 MVA; 2) Construction of a new 115 kV line, Scottsbluff to Victor Hill, including associated terminal upgrades with an emergency rating of 264 MVA; and 3) Substation bus tie upgrade at Ogallala (Tri-State Generation and Transmission Association, Inc.), to 398 MVA emergency rating.

**It was moved by Director Williams and seconded by Director Johnson to accept Southwest Power Pool notification to construct SPP-NTC-210645. Votes were cast and recorded as follows:**

Voting Aye: Chlopek, Christensen, Freelend, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams  
Voting Nay: None  
Abstaining: None  
Present But Not Voting: None  
Absent: Kennedy

Whereupon the Chair declared the motion carried.

During the Customer and Support Services Committee meeting, Vice President of Energy Delivery Arthur R. Wiese reviewed the need to repair two 115 kV transmission lines as a result of an April 29 storm, TL1083 – Geneva to Carlton Junction, and TL1071, Carlton Junction-Hebron. Management requested that the Board ratify the actions taken to expedite repairs, and approve Capital Project No. C/2720.

**It was moved by Director Williams and seconded by Director Harding to ratify management’s actions to expedite repairs on Transmission Lines TL1083 and TL1071. Votes were cast and recorded as follows:**

Voting Aye: Chlopek, Christensen, Freelend, Harding, Hoyt, Johnson, Schrock, Thompson, Troester, Williams  
Voting Nay: None  
Abstaining: None  
Present But Not Voting: None  
Absent: Kennedy

Whereupon the Chair declared the motion carried.

Director Williams, Chair of the Customer and Support Services Committee, reported that the Committee also heard reports on the following matters: 1) First Quarter 2022 NPPD Investments and Financial Markets; 2) Energy Delivery look-ahead for June 2022; and 3) Retail Business Unit performance.

Director Thompson, Chair of the Board Governance and Strategic Planning Committee, reported that the Board Governance and Strategic Planning Committee met Wednesday afternoon, May 11, in Norfolk. Topics of discussion included:

**MOTION (CARRIED):  
ACCEPT SPP  
NOTIFICATION TO  
CONSTRUCT  
SPP-NTC-210645**

**MOTION (CARRIED):  
RATIFY  
MANAGEMENT’S  
ACTIONS TO  
EXPEDITE REPAIRS,  
TRANSMISSION  
LINES TL1083 AND  
TL1071**

**CUSTOMER AND  
SUPPORT SERVICES  
COMMITTEE  
REPORT**

**BOARD  
GOVERNANCE AND  
STRATEGIC  
PLANNING  
COMMITTEE  
REPORT**

- Board self-evaluation training options;
- Review of Board Governance Process Policies:
  - BP-GP-01, The Board’s Roles and Responsibilities
  - BP-GP-02, Board Job Description
  - BP-GP-03, Agenda Planning
  - BP-GP-04, Election and Role of Board Officers;
- Review of draft Data Governance Corporate Policy (IMS);
- Review of draft Strategic Directive BP-SD-12, Diversity and Inclusion; and
- Discussion and review of suggested changes to Strategic Directives:
  - BP-SD-09, Energy Efficiency
  - BP-SD-10, Electrification of the Economy

In June, the Board will be asked to take formal action on the Data Governance Corporate Policy (IMS) and Strategic Directive BP-SD-09, Energy Efficiency, with action on the new Strategic Directive BP-SD-12, Diversity and Inclusion, slated for July.

Director Freelend, Chair of the Budget Committee, reported that the Budget Committee met Thursday morning, May 12, 2022. Vice President and Chief Financial Officer Laura L. Kapustka, and Director of Finance and Financial Planning Donna K. Starzec presented an overview of the 2023-2028 Rate Outlook. Key items discussed included: a conclusion of the escalation factors discussion; a presentation on the energy efficiency and electric vehicle budget and expenditures, made by Vice President of Customer Service and Chief Customer Officer Kendall B. Curry and Sustainable Energy Manager David D. Rich; a presentation on the history of transmission rates by Vice President of Energy Deliver Arthur R. Wiese; a presentation reviewing the advertising budget by Director of Wholesale Services and External Affairs Courtney A. Dentlinger and Corporate Advertising and Marketing Supervisor Scott A. Margheim; and a discussion on aligning the District’s Strategic Plan with the budget, led by Director of Business Transformation Jason D. Rosenkranz.

There being no further business to come before the Board, the meeting was duly adjourned at 1:42 p.m.

BUDGET  
COMMITTEE  
REPORT

ADJOURNMENT  
1:42 P.M.

Minutes approved at  
the meeting of  
June 8-9, 2022

\_\_\_\_\_/s/\_\_\_\_\_  
Jerry L. Chlopek, Chair

\_\_\_\_\_/s/\_\_\_\_\_  
Wayne E. Williams, Secretary

**REPORT ON RETIREMENTS AND  
FORMER DISTRICT EMPLOYEE REHIRS  
MAY 2022 BOARD MEETING**

**RETIREMENTS**

1. David W. Bunger, Journey Substation Technician, Operations Center, Kearney, was employed July 1, 1988, and retired as of April 30, 2022.
2. Duane E. Wood, Material Handler, Gerald Gentleman Station, Sutherland, was employed December 18, 1978, and is retiring as of May 29, 2022.
3. Christine A. Pillen, Investment Portfolio and Debt Administrator, General Office, Columbus, was employed May 19, 1997, and is retiring as of May 31, 2022.
4. Chris A. Jasa, Fleet Technician, Operations Center, York, was employed November 6, 1989, and is retiring as of July 5, 2022.
5. Denise K. Goedeken, Environmental Process Assistant, General Office, Columbus, was employed March 1, 1972, and is retiring as of July 31, 2022.
6. Timothy S. Chevalier, Operations Leader, Gerald Gentleman Station, Sutherland, was employed November 3, 1980, and is retiring as of August 18, 2022.

**REHIRS**

In accordance with the Board motion approved in February 1988, employees reemployed by the District within one year of their termination date (Including those rehired directly or indirectly as a consultant) require approval of the President. Pursuant to that Board motion, Mr. Kent has approved this rehire:

William Dugger was hired February 1, 1984, and retired from the position of Distribution Supervisor at Lexington on April 30, 2022. Bill was rehired as a Temporary Planner/Scheduler - Delivery at Lexington effective May 1, 2022.