

Loup Power District December 27, 2006 Board Summary

The board minutes will be changed to the short form commencing with the January 2007 meeting. The December minutes will be sent to the Directors in both the long and short forms.

New officers were elected for 2007. They are:

Francis Sand, Chairman
William Merrill, First Vice Chairman
Robert Clausen, Second Vice Chairman
Ted Thieman , Secretary
Robert Cerv , Treasurer

Kim Grubaugh was appointed as Deputy Treasurer and Vicki Soden as Assistant Secretary to the Board.

Committee appointments were approved.

A procedure for per diem to become part of the Directors' salary at \$125 per day with it to be taxable was approved.

The status of the Clarkson distribution system was reviewed. A new City Council has been elected, the third party consultant study is completed and a letter from the District will be presented to the city rebutting the independent study.

The unbundled delivery rates for wholesale and retail service for 2007 were approved.

The 2007 retail rate increases were approved and will become effective after 02/01/2007.

The wholesale power service rates LWS-1 and LWD-1 were adopted.

The bank account authorizations were approved.

The NPA is having an important meeting with the legislators in February.

Frontier Communications' proposal was defeated by the City of Columbus. Community Internet has a proposal in front of the legislature for public power to provide wireless internet.

The sale of 5.0166 acres of industrial land south of the spec. building to Mr. Ohlrich representing Industrial Systems and Supply, Inc. for \$6000 per acre was approved.

Following this vote Director Kumpf expressed his desire to the District to re-examine its role in industrial development and redefine the District's position.

Capital City Concepts, LLC was hired to conduct the part 1 survey and mail out, phone study for a District wage review.

The following work orders were approved.

<u>W.O. No.</u>	<u>Description</u>
1953	<u>Responsibility Area 923 Budget Code 1192 Item No. 3</u> This work order is required to rebuild 4 miles of 34.5kV line. Part of T.L. 3407 starting at Hwy. 45 and 91 Jct. then west 3 miles, then from the St Ed corner south one mile to the St. Ed./Albion tap. It will be vertical construction using T1-4/0 ACSR with 3/8 EHS shield wire and designed for three-phase underbuild.
1954	<u>Responsibility Area 923 Budget Code 1192 Item No. 4</u> This work will consist of rebuilding 1.8 miles of 34.5kV transmission line from the Cedar Rapids city sub to the Cornhusker Power sub 81-5A northeast of Cedar. A portion of the line will be rerouted, getting the line out of a field and away from going over the top of a county road bridge. The new line will be of vertical construction, utilizing T2-4/0 ACSR conductor with a 3/8" EHS shield wire for lightning protection. Two new 600-amp line switches will replace the existing switches at the 81-5A tap, which are worn out. All of this work will upgrade the line and improve reliability and access.
1955	<u>Responsibility Area 925 Budget Code 1392 Item No. 13</u> This work order will purchase the substation site in the City of Howells. The present substation site is inadequate when the town is converted to 12.5kV. A site will be purchased and prepared for a new 34.5/12.5kV substation.
1956	<u>Responsibility Area 923 Budget Code 1492 Item No. 6</u> This work order is required to rebuild .54 miles of three-phase underbuild along Hwy. 91 west of Hwy. 91 & 45 Jct. on T.L. 3407. The conductor will be T2-1/0 ACSR on 10-foot crossarms. This work is associated with the rebuilding of T.L. 3407 which is being done on a separate work order.
1957	<u>Responsibility Area 923 Budget Code 1492 Item No. 8</u> This work consists of rebuilding 1.65 miles of three-phase underbuild from the Cedar Rapids sub to the Cornhusker Power sub 81-5A northeast of Cedar. This is being done in conjunction with the rebuilding of TL 3414, which is on a separate work order. There will be 40 new 10 ft. crossarms and 35,000 ft. of new T2-1/0 ACSR conductor installed on new transmission line structures. This will improve the emergency tie between CPPD and Loup for service to the city of Cedar Rapids.
1958	<u>Responsibility Area 926 Budget Code 4592 Item No. 2</u> This work order will retire bridge 15, the Liebig Bridge. Platte County is rebuilding the bridge. Upon completion, Platte County will own the new facility. Loup has an agreement with Platte County to pay 10% of the cost to upgrade this bridge before deeding bridge to the county.
Suppl. #1 01935	<u>Responsibility Area 923 Budget Code 1392 Item No. 5</u> This supplement is required because the cost of the single phase transformers was \$24,000 more than estimated. This occurred due to a sharp increase in the cost of metals used in the manufacture of the equipment.
OWP 00875	This OWP will accumulate charges associated with the construction of a transformer riser structure for the Harwest Company. Harwest has requested that Loup construct a transformer riser structure to accommodate three transformer risers and one primary feed riser. The cost of this work order is estimated. Billing to Harwest will be on an actual costs basis.
PO #39040	<u>Responsibility Area 923 Budget Code 2292 Item No. 1</u> This purchase order is needed to purchase a 2007 GMC Pickup Truck from Ernst Auto Center. This will replace a vehicle at the Columbus General Office.

- PO #39041 Responsibility Area 923 Budget Code 2292 Item Nos. 4 and 5
This purchase order is needed to purchase two 2007 GMC Medium Duty Cab/Chassis from Ernst Auto Center. These vehicles will be used at Fullerton and Albion to replace existing vehicles.
- PO #39042 Responsibility Area 923 Budget Code 2292 Items No. 4 and 5
This purchase order is needed to purchase two light duty dump boxes from LCL Truck Equipment to be mounted on the two cab/chassis purchased under PO #39041.
- PO #38961 Responsibility Area 923 Budget Code 2292 Item No. 6
This purchase order is needed to replace the existing Aerial Lift Truck at Fullerton.
- PO #38962 Responsibility Area 923 Budget Code 2292 Item No. 3
This purchase order is needed to replace the existing Aerial Lift Truck at the Columbus Service Center.
- PO #38963 Responsibility Area 923 Budget Code 2292 Item No. 7
This purchase order is needed to replace the existing Aerial Lift Truck at Albion.

President/CEO Neal Suess informed the Directors of the importance of joining PowerPAC. Each Director had received a form to join.