

LOUP POWER DISTRICT

Board Summary

July 25, 2007

Clarkson —

President/CEO Neal Suess discussed the process for acquiring the City of Clarkson as a retail town and thanked the Board for their assistance during this long ordeal, especially Director Cerv for his assistance with the citizens of Clarkson. The major benefit to the District will be a District presence now in northeast Colfax County.

Resolution No. 10,052 to enter into a Professional Retail Operations Agreement with the City of Clarkson for a twenty-year period commencing May 30, 2007 was approved.

Mike Brabec was approved as the new Clarkson Local Superintendent.

Board and Staff Retreat —

President/CEO Neal Suess discussed the Board and Staff retreat that has been scheduled for September 12 & 13, 2007, at Mahoney State Park. Board Chairman Sand appointed a three-person committee consisting of Directors Thieman, Merrill, and Kumpf to assist the President/CEO and Staff in deciding on an agenda for the retreat. A notice of the retreat will be published in the Columbus Telegram to comply with the Open Meetings Law.

PURPA —

A public hearing was held for the express purpose of receiving public comments on federal PURPA (Public Utility Regulatory Policy Act) standards regarding interconnection and smart metering. Receiving no comments from anyone present at the meeting, President/CEO Suess informed the Directors the public hearing could be closed.

President/CEO Neal Suess discussed PURPA and District Resolution No. 10,053 on interconnection standards and Resolution No. 10,054 on smart metering standards. The resolutions were adopted.

NPPD Wholesale Rate Estimates —

President/CEO Neal Suess informed the Board of NPPD wholesale rate estimates. At this time NPPD is considering three possible rate tracks for the 2008 through 2013 time period. NPPD would like to implement one of these tracks in the spring of 2008 when the current PCA (Production Cost Adjustment) expires. The RRC (Rate Review Committee) will have further discussions on August 2 at an RRC meeting on rates and the estimated rate track.

Bonds —

The District has received a AA/stable rating for the issuance of the 2007 bonds. The Board accepted

Resolution No. 10,055 for the issuance of \$25,000,000 in bonds and the underlying bond documents associated with the bond resolution.

Jon Burmeister of PFM informed the Board the bids for the bonds had gone very well and the bond bid had been awarded to a consortium of firms, led by LaSalle Financial Services, Inc.

The Board commended the staff and consultants for a job well done on their presentation to Standard and Poor's resulting in the AA/stable rating for the District.

APPA Policymaker's Council —

Director Merrill informed the Board of his recent trip to Washington, DC as part of his position on APPA's Policymaker's Council. Director Merrill visited with various Nebraska lawmakers and their staff and informed them of overall electric utility concerns as well as concerns associated with the District.

The following work orders were approved.

<u>W.O. No.</u>	<u>Description</u>
01973 Responsibility Area 923 Budget Code 1292 Item No. 5	This work will include setting one 50 KVA padmounted transformer, two secondary pedestals, trenching underground cable and installing one 100 watt HPS street light. This work is being done to provide service to the new Cherry Creek 7 th Addition in northeast Columbus.
01975 Responsibility Area 923 Budget Code 1492 Item No. 3	This work will consist of installing nine new poles, stringing 3500 ft of 4 ACSR conductor, trenching 1400 ft of underground cable, and setting three padmounted transformers to provide service to the new Trails End Lake Development located south of Genoa.
01976 Responsibility Area 923 Budget Code 1292 Item No. 5	This work will consist of trenching 450 feet of 1/0 underground cable, setting one padmounted transformer, one secondary pedestal and installing three streetlights. This work is being done to provide service to the new Quail Run 3 rd Addition located in southeast Columbus.
01974 Responsibility Area 923 Budget Code 1492 Item No. 3	This work will consist of stringing 2700 feet of 4 ACSR neutral wire and building a new 3-phase transformer mounting. This work is being done to provide service to a new 30 HP well for Jerry Niewohner located in the sw1/4, section 26, T10N, R6W, Boone County, near Albion.
PO	
39518 Responsibility Area 923 Budget Code 2192 Item No. 5	This purchase order will provide for the purchase of one DC-4-48-SK SS Packer Wheel for use to pack trenches.