

MINUTES OF THE MEETING OF THE BOARD OF PUBLIC WORKS  
OF THE CITY OF AUBURN, NEMAHA COUNTY, NEBRASKA  
HELD AUGUST 9, 2004

THE BOARD OF PUBLIC WORKS OF THE CITY OF AUBURN, NEMAHA COUNTY, NEBRASKA, met in regular session on the 9th day of August 2004 at the regular meeting place of the Board at the hour of 12:00 Noon. Said meeting being held in open session as required by Chapter 84, Article 14 of Nebraska Statutes.

Chairman Layson called the meeting to order and requested roll call: members present - Glenn, Grant, Layson, Lynch; absent - Humphrey.

Chairman Layson noted all Board Members have received a copy of the Agenda for this meeting and asked for any objections or exceptions to the General Consent Items listed under Agenda Item #2. There being no objections or exceptions, motion was moved by Member Lynch, seconded by Member Grant, the Board approve the General Consent Items listed below:

Agenda Item #2

- a) Approve the previous meeting's minutes and dispense with reading of same,
- b) Approve monthly compensation of Officers, management and employees as previously fixed by the Board,
- c) Approve Free Service Report as follows: BPW has furnished utilities, materials and labor equal to \$5,035.39 to the City free of charge and paid in lieu of tax payments of \$9,140.37 to the City for the month of July 2004,
- d) Approve, ratify and allow the following checks written/transfers during the month:

Electric, Water & Wastewater:

Internal Revenue - fwh & fica (efpts)	\$20,289.40
Department of Revenue - swl (efpts)	2,865.29
Petty Cash: Meals-linecrew & meter reader, address corrects, postage, easements, A/F Conference (Michel/Filbrandt) meals/lodging, computer update meals (staff)	251.51
BC-BS - health insurance	19,758.07
Fort Dearborn - life premium	891.45
Jefferson Pilot Financial - disability premium	888.84
Ameritas - pension (efpts)	9,862.46
Payroll - transfer	56,312.17
Customer Deposits #7 - refund or apply	444.96

approve and pay the following claims:

Action Technology	\$403.60
Auburn Auto	106.86
Auburn Muffler Center	55.00
Auburn Newspapers	281.03

Auburn Plumbing/Heating/AC	16.93
Auburn Postmaster	935.00
Beard's Salvage	126.69
BPW	4,019.85
Bulldog Auto	69.03
Cleaners, The	158.70
Concrete Industries	280.50
Eggers Bros.	7.49
Farmer's Union Co op	1,044.39
Lynch Hardware	95.99
Mellage Truck/Tractor	38.96
Nem.Co. Clerk	32.00
OK Tires	89.69
Orscheln	96.58
Pamida	63.05
Pioneer Awards	93.67
Sack Lumber	3.67
Shell Fleet Plus	525.11
Sunmart	163.59
Winegardner's	12.49
Advanced Control Systems	1,305.80
Alltel Cellular	76.96
Data Tech	4,223.18
Dugan Business	76.41
Dutton Lainson	1,147.50
Electric Fixture/Supply	620.25
Factual Data-Midwest	49.00
First Bankcard Center	185.21
First National Bank	10.00
Great Plains One Call	55.32
Hall's Safety Equipment	176.25
Hawkins Water Treatment	543.47
HHS-Lab	39.00
Husker Electric	2,747.70
IKON	43.66
Kriz-Davis	2,045.56
Lawson	371.28
League of NE Municipalities	3,122.00
Lincoln Electric Supply	126.03
McMaster-Carr	55.70
Mid Con Systems	337.51
Midwest Labs	46.15
Municipal Supply-NE	534.96
Nebraska City Utilities	20.00
PayFlex	64.35
Rhino Blades	1,333.00

Skarshaug Testing Lab	136.78
T & R Service	283.24
Universal Revenue	87.09
<b>REBATES:</b>	
Ken & Deb Heidzig	50.00
Clarence & Fran Yates	253.63
<b>PURCHASED POWER:</b>	
NPPD (estimate)	300,000.00
WAPA	22,651.28
OPPD	3,972.96
KBR	15.17
<b>POWER PLANT:</b>	
Aquila	277.79
Cornerstone	11,258.18
<b>efpts:</b> Dept. of Revenue - sales tax	16,805.69

and transfer the following sums to the Electric Revenue account - \$68,150.65 from Electric Revenue GMM plus the actual amount of NPPD when received, \$11,261.11 from Water Revenue GMM and \$7,026.60 from WW. Revenue GMM (amounts include routine transfers to T&D); and

- e) Reinvest maturing CDs E. ASB#19141, 19142, 19150, & 19151, E/W ASB#19152 & WW ASB#19153 all for a period of 12 months at the quoted rates, with the current depositories.

Roll call: those voting aye - Glenn, Grant, Lynch, Layson. Chairman Layson declared the motion carried.

Motion was moved by Member Grant, seconded by Member Lynch, the Board approve the claim of Glenn's Corner Market - \$20.43. Roll call: those voting aye - Grant, Lynch, Layson; abstaining - Glenn. Chairman Layson declared the motion carried.

Member Humphrey arrived at the meeting at 12:08 p.m.

Concerning Industrial Site Utility Extension - General Manager (GM) Dietz reviewed the Board's previous commitment to the Auburn Development Committee (ADC) to provide the balance needed for the project contingent upon ADC receiving a grant of \$25,000. It was estimated that this contribution would be in the form of labor and equipment costs if the BPW installed the water line for only the cost of the material. The grant has been received. Proposal to construct the sanitary sewer line for \$7,780 was received from Tony Hector Backhoe & Trenching. There is a possibility the cost of cutting the asphalt can be eliminated from that proposal; however, GM Dietz was instructed to research this. It is estimated that all the necessary water and sewer materials will cost about \$11,600 without tax. It was moved by Member Glenn, seconded by Member Humphrey, the Board award the contract for sanitary sewer construction to Hector (with the understanding the cost of cutting the asphalt may be deleted from his proposal) and authorize purchase of the necessary materials for the project. Roll call: those voting aye - Glenn, Humphrey, Lynch; abstaining - Grant and Layson (as

they are Board Members of the Auburn Industrial Development Corporation who own the industrial site). Chairman Layson declared the motion carried. It was noted the site is within the city limits of Auburn.

Concerning last month's claim from Mellage Truck and Tractor for repairs for Unit #4, GM Dietz noted that the requested information had not been received for the Board to review. Motion was moved by Member Humphrey, seconded by Member Glenn, the Board table this item until the next Board Meeting. Roll call: those voting aye - Glenn, Grant, Humphrey, Lynch, Layson. Chairman Layson declared the motion carried. GM Dietz will contact Mellage concerning the required information.

*A Cooperative Water Agreement Between Nemaha County Rural Water District #2 and The City of Auburn - Auburn, Nebraska* was reviewed by the Board. The Agreement will be acted upon by the City Council. Motion was moved by Member Glenn, seconded by Member Lynch, the Board recommend adding language that would restrict this Agreement if the City were having a water shortage at the same time the Rural Water District requested emergency water and that the BPW be given advance notice so that meters could be installed and/or read, in order to properly record water used in the emergency situation; further, contingent upon these additions, recommend the City Council approve same. Roll call: those voting aye - Glenn, Grant, Humphrey, Lynch, Layson. Chairman Layson declared the motion carried.

Concerning the *Southeast Well Field Project*: GM Dietz indicated that the EDA grant application may not be a viable alternative; however, BPW may be able to get a CDGB economic development grant. No action was taken and GM Dietz will continue working on funding sources. GM Dietz also gave a progress report.

GM Dietz reviewed information on regional water system studies from the Nemaha NRD and Five Rivers RC & D. No action was taken.

Concerning Power Plant Improvements: Production Manager Kralik was in attendance.

- Addendum No. 1 was reviewed and motion was moved by Member Grant, seconded by Member Humphrey, the Board approve same. Roll call: those voting aye - Glenn, Grant, Humphrey, Lynch, Layson. Chairman Layson declared the motion carried.

- Sealed bids - received and opened in the presence of Dietz and Kralik at the bid opening on August 2, 2004 - were as follows: Farabee Mechanical of Hickman NE - Bid Schedule A -\$49,340, Bid Schedule B - \$14,800 and Midstates Erectors of Lincoln NE - Bid Schedule A - \$37,345, Bid Schedule B - No Bid. A representative of Farabee was also in attendance at the bid opening. Management discussed the proposals and motion was moved by Member Grant, seconded by Member Lynch, the Board accept the low bid of Midstates Erectors for Bid Schedule A. Roll call: those voting aye - Glenn, Grant, Humphrey, Lynch, Layson. Chairman Layson declared the motion carried. Removal of the radiators (Bid Schedule B) will be taken care of at a later date.

The Board reviewed notice from the LARM Board of Directors indicating exclusion for all coverage for claims caused by sanitary/storm sewer and groundwater backup and optional coverage to qualifying members for an additional charge. Motion was moved by Member Glenn, seconded by Member Humphrey, Management gather more information and submit an application for coverage to ascertain the cost of the optional coverage. Roll call: those voting aye - Glenn, Grant, Humphrey, Lynch, Layson. Chairman Layson declared the motion carried.

GM Dietz provided information on the following: Reports-Priority: a) Natural gas issues; b) Computer upgrades; c) Meter tampering; d) Personnel Manual; e) Clearwell Reservoirs; f) Terrace Heights Village; g) Water services; and h) Blue Book revisions; Reports-General: a) APPA article on Public Power; b) Cooper Nuclear; c) Armstrong Cabinets; d) Bowling Center; e) Well moratorium; and f) Farmers Coop settlement check.

There being no further business to come before the Board, motion was moved by Member Glenn the Board adjourn to the next regular meeting of the Board to be held September 13, 2004 at the hour of 12:00 Noon, at the regular meeting place of the Board. Member Grant seconded the motion. Roll call: those voting aye: Glenn, Grant, Humphrey, Lynch, Layson. Chairman Layson declared the meeting adjourned. Agenda items will be posted.

---

Richard K. Layson, Chairman

ATTEST:

---

Jack W. Humphrey, Secretary

CERTIFICATE

I, Betty J. Filbrandt, Notary Public for the State of Nebraska, do hereby certify the attached and foregoing minutes is a true, correct and conformed copy of proceedings had and done by the Board of Public Works at their August 9, 2004 meeting; all of the subjects acted upon in the foregoing proceedings were contained in the agenda for the meeting, kept continually current and available for public inspection at the Office of the Board; such subjects were contained in the agenda for at least twenty-four hours prior to said meeting; at least one copy of all reproducible material discussed at the meeting was available at the meeting for examination and copying by members of the public; the said minutes were in written form and available for public inspection within ten working days and prior to the next convened meeting of said body, all in accordance with Chapter 84, Article 14 of Nebraska Statutes

---

Betty J. Filbrandt, Notary Public in and for the State of Nebraska.

My Commission expires January 12, 2005.