MINUTES OF THE TRI-BASIN NRD BOARD MEETING
Tuesday, September 9, 2014, 7:30 p.m.
Tri-Basin NRD

CALL TO ORDER
The regular monthly board meeting of the Tri-Basin Natural Resources District (NRD) was called to
order by Chairman David Olsen, at 7:32 p.m. Olsen noted Public Meeting Law is posted in the
boardroom. Thorburn opened a public hearing on the FY 2014-2015 budget prior to this meeting.

ROLL CALL
Roll call was taken with eleven directors present: Bergstrom, Garrelts, Harris, Johnson, Larson,
Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz. Nickel and Bilka were absent. Notice of the
meeting was published in the Holdrege Citizen, Bertrand Herald, Elwood Bulletin and the Minden
Courier and announced over radio stations KRVN, Lexington and KUVR, Holdrege.

EXCUSE ABSENCES
There were no absences to excuse.

MINUTES
Thorburn presented the minutes of the August 12, 2014 Board Meeting and budget hearing and
August 19, 2014 Republican Basin ad hoc Committee Meeting.

Moved by Reynolds, seconded by Larson, to approve the minutes for the August 12, 2014 Regular
Board of Directors Meeting and Budget Hearing. Motion carried.
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Reynolds and Winz
NAY: None
ABSTAIN: Raffety
ABSENT: Bilka and Nickel

Moved by Winz, seconded by Larson, to approve the minutes for the August 19, 2014 Republican
Basin ad hoc Committee Meeting. Motion carried unanimously.

FINANCIAL REPORT
Garrelts presented the financial report for the month of August 2014 as follows:

<table>
<thead>
<tr>
<th>Account Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accrual Expenditures for Month</td>
<td>$364,150.03</td>
</tr>
<tr>
<td>Cash Expenditures for Month</td>
<td>$367,579.01</td>
</tr>
<tr>
<td>Accrual Revenues for Month</td>
<td>$77,287.94</td>
</tr>
<tr>
<td>Cash Revenues for Month</td>
<td>$91,614.64</td>
</tr>
<tr>
<td>Bank Balance–August 30, 2014</td>
<td>$305,685.87</td>
</tr>
<tr>
<td>Accounts Receivable – August 30, 2014</td>
<td>$1,562.66</td>
</tr>
<tr>
<td>Investments – Pinnacle Bank – August 30, 2014</td>
<td>$610,467.37</td>
</tr>
<tr>
<td>Whiskey Slough IPA Balance – August 30, 2014</td>
<td>$18,802.16</td>
</tr>
<tr>
<td>Fort Kearny-West IPA Balance – August 30, 2014</td>
<td>$8,931.97</td>
</tr>
<tr>
<td>South Dry Creek IPA Balance – August 30, 2014</td>
<td>$10,093.58</td>
</tr>
<tr>
<td>Fort Kearny IPA Balance – August 30, 2014</td>
<td>$11,480.87</td>
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<tr>
<td>North Dry Creek IPA Balance – August 30, 2014</td>
<td>$16,189.67</td>
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<tr>
<td>Sacramento Creek IPA Balance – August 30, 2014</td>
<td>$22,551.60</td>
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<tr>
<td>Water Jamboree – August 30, 2014</td>
<td>$5,570.65</td>
</tr>
<tr>
<td>NRRMDA – August 30, 2014</td>
<td>$7,621.98</td>
</tr>
</tbody>
</table>
Moved by Johnson, seconded by Bergstrom, to accept the August 2014 financial reports and file for audit. Motion carried.
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz
NAY: None
ABSTAIN: None
ABSENT: Bilka and Nickel

SPECIAL BILLS
Thorburn presented the VISA bills for approval. Moved by Garrelts, seconded by Lundeen to approve the visa bills. Motion carried.
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz
NAY: None
ABSTAIN: None
ABSENT: Bilka and Nickel

NRCS REPORT
FSA Farm Plans: There were no farm plans for approval.

Activity and Progress Report: There was no NRCS report.

COST SHARE REPORT
Well Abandonment – Thorburn presented five well decommissioning cost-share applications to approve. Moved by Winz, seconded by Harris to approve well decommissioning cost-share applications #34- #38. Motion carried.
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz
NAY: None
ABSTAIN: None
ABSENT: Bilka and Nickel

NSWCP & NRD Applications – Thorburn presented six NSWCP cost-share applications and one amendment to approve. Moved by Reynolds, seconded by Larson to approve an NSWCP cost-share amendment. Motion carried.
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz
NAY: None
ABSTAIN: None
ABSENT: Bilka and Nickel

Moved by Johnson, seconded by Lundeen to approve six NSWCP cost-share applications. Motion carried.
AYE: Bergstrom, Garrelts, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz
NAY: Harris
ABSTAIN: None
ABSENT: Bilka and Nickel
GROUNDWATER MANAGEMENT

Groundwater & Certified Acre Transfers – Thorburn presented five certified irrigated acre transfer requests for Lois Gardels (2), Cargill, Inc., Hansen Land Company (2). Reed McClymont, Kirk Gardels and Allen Crawford were present to answer questions. Moved by Garrelts, seconded by Lundeen to approve five certified irrigated acre transfer requests for Lois Gardels (2), Cargill, Inc., and Hansen Land Company (2). Motion carried.
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz
NAY: None
ABSTAIN: None
ABSENT: Bilka and Nickel

Educational Land Leases – There were no educational land leases to approve.

OTHER BUSINESS

The public was given the opportunity to bring other specific business or non-agenda items before the board for comment and/or discussion.

UNFINISHED BUSINESS

Approve TBNRD Budget Revisions: This item will be discussed after the hearing is closed.

Set FY 2014-2015 Levy: This item will be discussed after the hearing is closed.

Review Odessa IPA Construction Estimate: Thorburn reviewed the construction estimates from Ostgren Construction and Ace Irrigation for earthwork and culverts on S Road for the Odessa IPA. This item will be discussed in executive session.
Moved by Nelson, seconded by Johnson to approve the Odessa IPA construction estimates. Motion carried.
AYE: Bergstrom, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz
NAY: Garrelts
ABSTAIN: None
ABSENT: Bilka and Nickel

Select Two Representatives as Alternates for the PRRIP Land Committee: Thorburn explained the PRRIP Land Committee
Moved by Johnson, seconded by Lundeen to keep the current delegates for the PRRIP Land Committee (Larry Reynolds as delegate and Dave Raffety as Alternate and John Thorburn Joint delegate and Jim Bendfeldt as Joint alternate delegate). Motion carried.
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz
NAY: None
ABSTAIN: None
ABSENT: Bilka and Nickel

NARD REPORT

NARD Resolutions: Thorburn reviewed resolutions for the Fall NARD Conference in September. The board decided to allow the delegates to determine how to vote.
COMMITTEE REPORTS

Schedule Ad hoc Republican Basin Augmentation Project Committee Meeting: Thorburn reviewed the committee recommendation to draft and present easements options ($2500/each) to two landowners and to hold a public meeting and provide feedback to the board. Cox prepared the easements. Thorburn mentioned a potential third landowner. This item will be discussed in executive session.

STAFF REPORTS & NECESSARY ACTION

Board Directives to Staff: There was no staff report.

Out-of-State Travel: There was no out-of-state travel to approve.

MONTHLY REPORTS

Republican Basin (NRRMDA): The Republican Basin Compact Commission met August 28, 2014 Oral arguments for the KS vs. NE lawsuit will be made October 14, 2014 in the U.S. Supreme Court.


South Dry Creek: Cattail spraying, tree clearing and shredding was done.

Sacramento Creek: Cattail spraying, tree clearing and shredding was done.

Middle Lost Creek: Cattail spraying, tree clearing and shredding was done.

Fort Kearny West: Cattail spraying, tree clearing and shredding was done.

Fort Kearny: Cattail spraying, tree clearing and shredding was done.

North Dry Creek: Thorburn presented pictures of construction progress on the second augmentation well. Cattail spraying, tree clearing and shredding were done.

Whiskey Slough: Cattail spraying, tree clearing and shredding was done.

Odessa IPA: This item will be discussed in executive session.

Lake Seldom: Nothing to report

CoHyst/Platte Basin Coalition: Nothing to report.

Sand Creek/Little Blue Basin: Nothing to report.

CNPPID: Ford reported Lake McConaughay is at elevation 3237.5 ft. and irrigation season is officially over.

NEW BUSINESS

Review Boardroom Chairs Options: Lynch explained the prices and options of demo chairs. The budgeted price per chair is $450.

Moved by Garrelts, seconded by Bergstrom to move to executive session at 8:37 p.m. for the protection of the public to discuss contractual matters. Motion carried.
Moved by Nelson, seconded by Larson to move out of executive session at 8:48 p.m. for the protection of the public to discuss contractual matters. Motion carried.  
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz 
NAY: None 
ABSTAIN: None 
ABSENT: Bilka and Nickel  

Moved by Reynolds, seconded by Raffety to approve purchase and order fifteen Global Softcurve directors' chairs from Proforma Business World at a price of $427.85 each. Motion carried.  
AYE: Bergstrom, Johnson, Larson, Olsen, Raffety, Reynolds and Winz 
NAY: Garrelts, Lundeen, Nelson 
ABSTAIN: Harris 
ABSENT: Bilka and Nickel  

Authorize Distribution of Proposed Easement Agreements: Moved by Bergstrom, seconded by Reynolds to recommend the board to draft and present option agreements to four landowners with a $2500 annual payment, after agreements are reached hold a public meeting in Smithfield about the project and bring feedback from the public meeting back to the board. Motion carried.  
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz 
NAY: None 
ABSTAIN: None 
ABSENT: Bilka and Nickel

UNFINISHED BUSINESS

Approve TBNRD Budget: Moved by Larson, seconded by Lundeen to approve the revisions to the FY 2014-2015 Budget. Motion carried.  
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz 
NAY: None 
ABSTAIN: None 
ABSENT: Bilka and Nickel  

Set 2014-2015 Levy: Moved by Johnson, seconded by Lundeen to accept the levy as .034185 (property tax request - $1,525,565.19) and to set the levy different from the previous year for FY 2014-2015. Motion carried.  
AYE: Bergstrom, Garrelts, Harris, Johnson, Larson, Lundeen, Nelson, Olsen, Raffety, Reynolds and Winz 
NAY: None 
ABSTAIN: None 
ABSENT: Bilka and Nickel
PERSONNEL & LEGAL MATTERS
There were no legal or personnel issues.

COMMENTS AND CONCERNS
There were no comments or concerns.

NEXT BOARD MEETING
TBNRD Regular Board Meeting will be held 7:30 p.m., on Tuesday, October 14, 2014 at Tri-Basin NRD

ADJOURNMENT
There being no further business, the meeting adjourned at 2:42 p.m.

DIRECTORS PRESENT
Brian Bergstrom, Todd Garrelts, Ed Harris, Phyllis Johnson, Joe Larson, Brad Lundeen, David Nelson, Dave Olsen, Dave Raffety, Larry Reynolds and Ray Winz.

OTHERS PRESENT
Carie Lynch, John Thorburn, Nicole Salisbury, Tammy Fahrenbruch, Dave Ford, Charles Brooks, Nolan Little, Reed McClymont, Sheryl McClymont, Kirk Gardels, Allen Crawford and Jeff Cox.

Respectfully Submitted:

________________________________
Carie Lynch, Asst. Secretary
INDEX OF BOARD DECISIONS  
TRI-BASIN NATURAL RESOURCES DISTRICT  
BOARD OF DIRECTORS MEETING  
September 9, 2014

<table>
<thead>
<tr>
<th>ID</th>
<th>Motion #</th>
<th>Category</th>
<th>Subject</th>
<th>Aye</th>
<th>Nay</th>
<th>Abs</th>
<th>Motion</th>
</tr>
</thead>
<tbody>
<tr>
<td>2014-09-09-01</td>
<td>Meeting Administration</td>
<td>Moved by Reynolds, seconded by Larson, to approve the minutes for the August 12, 2014 Regular Board of Directors Meeting and Budget Hearing. Motion carried.</td>
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<tr>
<td>2014-09-09-02</td>
<td>Meeting Administration</td>
<td>Moved by Winz, seconded by Larson, to approve the minutes for the August 19, 2014 Republican Basin ad hoc Committee Meeting. Motion carried unanimously.</td>
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<tr>
<td>2014-09-09-03</td>
<td>Budget</td>
<td>Moved by Johnson, seconded by Bergstrom, to accept the August 2014 financial reports and file for audit. Motion carried.</td>
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<tr>
<td>2014-09-09-04</td>
<td>Meeting Administration</td>
<td>Moved by Winz, seconded by Harris to approve well decommissioning cost-share applications #34- #38. Motion carried.</td>
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<tr>
<td>2014-09-09-05</td>
<td>Meeting Administration</td>
<td>Moved by Reynolds, seconded by Larson to approve an NSWCP cost-share amendment. Motion carried.</td>
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<tr>
<td>2014-09-09-06</td>
<td>Certifications &amp; Transfers</td>
<td>Moved by Garrelts, seconded by Lundeen to approve five certified irrigated acre transfer requests for Lois Gardels (2), Cargill, Inc., and Hansen Land Company (2). Motion carried.</td>
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<tr>
<td>2014-09-09-07</td>
<td>Projects</td>
<td>Moved by Johnson, seconded by Lundeen to keep the current delegates for the PRRIP Land Committee (Larry Reynolds as delegate and Dave Raffety as Alternate and John Thorburn Joint delegate and</td>
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<tr>
<td>Date</td>
<td>Meeting Section</td>
<td>Vote</td>
<td>Proposal</td>
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<tr>
<td>2014-09-09</td>
<td>Meeting Administration</td>
<td>11</td>
<td>Moved by Garrelts, seconded by Bergstrom to move to executive session at 8:37 p.m. for the protection of the public to discuss contractual matters. Motion carried.</td>
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<td>2014-09-10</td>
<td>Meeting Administration</td>
<td>11</td>
<td>Moved by Nelson, seconded by Larson to move out of executive session at 8:48 p.m. for the protection of the public to discuss contractual matters. Motion carried.</td>
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<tr>
<td>2014-09-11</td>
<td>Budget</td>
<td>7</td>
<td>Moved by Reynolds, seconded by Raffety to approve purchase and order fifteen Global Softcurve directors’ chairs from Proforma Business World at a price of $427.85 each. Motion carried.</td>
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<tr>
<td>2014-09-12C</td>
<td>River Basins Republican Basin Augmentation Well – Landowner Easements and Info meeting</td>
<td>11</td>
<td>Moved by Bergstrom, seconded by Reynolds to recommend the board to draft and present option agreements to four landowners with a $2500 annual payment, after agreements are reached hold a public meeting in Smithfield about the project and bring feedback from the public meeting back to the board. Motion carried.</td>
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<tr>
<td>2014-09-12A</td>
<td>Projects Republican Basin Augmentation Well – Landowner Easements and Info meeting</td>
<td>11</td>
<td>Moved by Bergstrom, seconded by Reynolds to recommend the board to draft and present option agreements to four landowners with a $2500 annual payment, after agreements are reached hold a public meeting in Smithfield about the project and bring feedback from the public meeting back to the board. Motion carried.</td>
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<tr>
<td>Date</td>
<td>Item</td>
<td>Agreements</td>
<td>11</td>
<td>Motion</td>
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<tr>
<td>2014-09-12B</td>
<td>Agreements</td>
<td>Republican Basin Augmentation Well – Landowner Easements and Info meeting</td>
<td>11</td>
<td>Moved by Bergstrom, seconded by Reynolds to recommend the board to draft and present option agreements to four landowners with a $2500 annual payment, after agreements are reached hold a public meeting in Smithfield about the project and bring feedback from the public meeting back to the board. Motion carried.</td>
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<tr>
<td>2014-09-13</td>
<td>Budget</td>
<td></td>
<td>11</td>
<td>Moved by Larson, seconded by Lundeen to approve the revisions to the FY 2014-2015 Budget. Motion carried.</td>
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<tr>
<td>2014-09-14</td>
<td>Budget</td>
<td></td>
<td>11</td>
<td>Moved by Johnson, seconded by Lundeen to accept the levy as .034185 (property tax request - $1,525,565.19) and to set the levy different from the previous year for FY 2014-2015. Motion carried.</td>
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</tr>
</tbody>
</table>