

THE CENTRAL NEBRASKA PUBLIC POWER AND IRRIGATION DISTRICT
MEMORANDUM

To: Jerry Kenny, PH.D., Executive Director - PRRIP
Jeff Fassett, Director - Nebraska Department of Natural Resources
Diane Wilson, COO/CFO - Nebraska Community Foundation

From: Don Kraus, PE, General Manager - CNPPID

Subject: Quarterly J-2 Regulating Reservoir Report - through September 2016

Date: November 22, 2016

Progress Report

The RJH J-2 Project quarterly progress report is attached.

Financial Report

Funds received to date	\$ 20,475,000.00
J-2 Operating Fund	\$ 10,128,676.32
Construction Phase Decommissioning Fund	2,252,443.50
Construction Phase Reserve Fund	2,653,158.21
Construction Phase Project Fee	358,761.90
Total	\$ 15,393,039.93
September Expenses not Reflected in Bank Balance	11,551.66
Adjusted Quarterly Balance as of September 30	\$ 15,381,488.27
J2 Project Expense 1st Quarter 2016	346,926.31
J2 Project Expense 2nd Quarter 2016	247,970.64
J2 Project Expense 3rd Quarter 2016	135,718.79
J2 Project Expenses 2013	77,400.79
J2 Project Expenses 2014	1,570,395.85
J2 Project Expenses 2015	2,715,099.35
Total J-2 Project Expenses Paid Through September 2016	\$ 5,093,511.73



Quarterly Report No. 12

J-2 Regulating Reservoirs Project

Report Period: September to November, 2016

The purpose of this Quarterly Report is to provide a general summary of the work performed for the J-2 Regulating Reservoirs Project (Project) during September, October, and November, 2016. This report does not include details of all the subtasks performed. The summary of work is organized into the following general categories of work:

- General Project Management and Implementation Tasks
- Permitting Activities
- Land Purchase Activities
- Water Rights Petition Filing
- Engineering Tasks

Since July of 2016, the consultant team has been working to complete selected work tasks and prepare the Project to enter a hiatus.

General Project Management and Project Implementation Tasks

- Continued to coordinate as a team through recurring teleconferences.
- Maintained a Project website to provide information to the public.
- Created a hard-drive back-up of the J-2 Project website files.
- Continued to manage specialized sub consultants related to environmental and cultural resource permitting.
- Updated the hiatus checklist of work tasks to continue and to complete prior to the hiatus on the J-2 Project.

Permitting Activities

- Completed preparation of the Phase I archeological reports.
- Completed preparation for the wetland and stream delineation assessment reports.
- Coordinated with the USACE regarding the hiatus and pursuing a USACE 404 permit.
- Prepared and distributed a letter to notify stakeholders the Project hiatus.
- Paused development of the Phase II Cultural Resource Studies and filed the draft work.



Land Purchase Activities

- No work was performed on this task.

Water Rights Petition Filing

- No work was performed on this task.

Engineering Tasks

- Continued collecting and compiling groundwater data from 28 monitoring wells.
- Completed compilation of geotechnical data related to feasibility of the barrier wall concept.
- Relocated geotechnical samples stored in RJH's Colorado storage facility to Central's storage facility near Johnson Lake.
- Completed laboratory testing and compilation of geotechnical data.
- Continued evaluation of the Unnamed Tributary Structure to evaluate options for reducing Project costs.
- Continued evaluating a VE concept proposed by the special advisor to the Program.
- Continued development of a hydrology report for the Unnamed Tributary.

Tasks Anticipated for the Next Quarter

- Complete the report of RJH's evaluation of the Unnamed Tributary Structure.
- Complete the initial evaluation of the VE concept proposed by the Program's special advisor.
- Continue maintenance activities such as website maintenance, monitoring well data collection and reduction, etc.

Potential Issues:

- None