IN THE DISTRICT COURT OF	DAWSON COUNTY, NEBRASKA
STATE OF NEBRASKA, ex rel., MICHAEL J. LINDER, Director DEPARTMENT OF ENVIRONMENTAL QUALITY,	Case No
Plaintiff,)
v.) CONSENT DECREE
CORNHUSKER ENERGY LEXINGTON, LLC, a corporation authorized to do business in Nebraska,)))
Defendant,)

COMES NOW the parties, Plaintiff, the Nebraska Department of Environmental Quality ("NDEQ"), proceeding on its Complaint filed herein and appearing through its counsel, Jon Bruning, Attorney General, and the Defendant, Cornhusker Energy Lexington, LLC, a corporation authorized to do business in Nebraska, appearing through its counsel, Michael S. Mostek, and each party having consented to the making and entering of this Consent Decree without trial, the Court finds that the Consent Decree should be and hereby is entered.

IT IS THEREFORE ORDERED, ADJUDGED, AND DECREED as follows:

- 1. The Court has jurisdiction of the parties and the subject matter of this action pursuant to Neb. Rev. Stat. § 81-1501 et seq. (Reissue 2010) the Nebraska Environmental Protection Act, and all rules and regulations and orders promulgated thereunder.
- Cornhusker Energy allegedly violated its construction permit due to its inability to test a faulty boiler installed at its facility. Because of the faulty boiler, Cornhusker Energy was not able to conduct a performance test within 180 days of initial start-up of the boiler, timely perform a relative accuracy test audit on the boiler, determine compliance with the applicable NOx standards using a 30-day rolling average, and timely submit excess emissions and State of Nebraska Bawson Collety



monitoring systems reports regarding the emissions from the boiler. Cornhusker Energy also failed to timely submit a Class II operating permit.

- 3. The parties agree that settlement of these matters is in the public interest and that entry of this Consent Decree is the most appropriate means of resolving their dispute. The parties desire to conclude this case without trial or adjudication of any issues of fact or law, without this Consent Decree constituting an admission by the Defendant with respect to such issues. The Defendant makes no admission and agrees to the form and entry of this Consent Decree for the purposes of settlement only. Therefore, and for only the purposes of this Consent Decree, the parties agree to the entry of this Consent Decree by the Court.
- 4. This consent decree shall be in full satisfaction of all claims between the parties alleged in the State's complaint. The parties also agree to release any and all claims or actions arising out of the same transaction or occurrences referenced above and in the State's complaint, provided that such claims were known to the State, or were reasonably ascertainable from information in the State's possession, as of the date of the filing of the consent decree. This consent decree will have no effect on any enforcement action brought by Plaintiff against Defendant for future violations of any statutes or regulations.
- 5. The parties agree that the complaint filed herein constitutes a justiciable cause of action against the Defendant and consent without further notice to the form and entry of this consent decree.
- 6. IT IS THEREFORE ORDERED that Cornhusker Energy Lexington, LLC, shall pay a civil penalty, under Neb. Rev. Stat. § 81-1508.02 (Reissue 2010), in the amount of \$7,290.00 (seven thousand two hundred ninety dollars) and court costs in the amount of \$82.00

to the District Court for Dawson County. This civil penalty shall be handled as provided in Article VII, Section V, of the Nebraska Constitution. Payment of said civil penalty shall be paid in 3 (three) monthly installments of \$2430.00 (Two thousand four hundred thirty dollars), with the first payment due within 30 days of entry of this consent decree by this Court.

- 7. IT IS FURTHER ORDERED that Cornhusker Energy Lexington, LLC, shall pay, as a supplemental environmental project, the sum of \$7,290.00 to Lexington Public Schools to cover the costs of the projects identified in Exhibit A. This payment shall be paid as a lump-sum payment within 30 days of the entry of this consent decree by this Court.
- 8. This consent decree will have no effect on any enforcement action brought by the State or NDEQ against Cornhusker Energy Lexington, LLC, for future violations of any statutes or regulations.
- 9. The undersigned consent without further notice to the form and entry of this consent decree.

Dated this 30 day of November, 2012, in Dawson County, Nebraska.

CERTIFICATE

BY THE COURT:

Dawson County District Judge

STATE OF NEBRASKA, ex rel., MICHAEL J. LINDER, Director NEBRASKA DEPARTMENT OF ENVIRONMENTAL QUALITY, Plaintiff,

By: Jon C. Bruning, #20351

Attorney General

By:

Katherine J. Spohn, #22979 Deputy Attorney General 2115 State Capitol Building

P.O. Box 98920

Lincoln, Nebraska 68509-8920

(402) 471-2682

Attorney for Plaintiff.

CORNHUSKER ENERGY LEXINGTON, LLC, a corporation authorized to do bysiness/in Nebraska

Defendant,

Michael S. Mostek, #18134 Koley Jessen P.C., L.L.O.

One Pacific Place

1125 South 103rd Street, Suite 800

Omaha, Nebraska 68124 Attorney for Defendant.

CERTIFICATE OF SERVICE

The undersigned hereby certifies that a copy of the foregoing Consent Decree has been

served upon Defendant by regular United States mail, first class postage prepaid on this Hay

(1) 2012, addressed to the Defendant's attorney of record as follows:

Michael S. Mostek Koley Jessen P.C., L.L.O. One Pacific Place 1125 South 103rd Street, Suite 800

Omaha, Nebraska 68124

Katherine J. Spohn Z

Deputy Attorney General

Lexington's Cornhusker Energy Project

LCEP will provide an opportunity to educate our students and community in the areas of solar and wind energy and how it may be used in everyday life. We will also compare, contrast, and evaluate the amount of energy created by the wind turbine to that of the solar panels.

We will put a wind turbine on top of the high school gym and solar panels on top of the north wing of the high school building. We plan to put lights in one science room to be run off the power and store energy in 250 AMP batteries. We will put a charger controller on the system if necessary and possibly a hot water heater to divert any extra energy.

1 wind turbine (400 W)	\$500
1 tower for wind turbine	500
1 solar package (2 - 110 W Panels)	2,000
1 solar panel (110W)	500
Mounting brackets for panels	300
Electric Meters	500
Lights for classroom	200
Used light fixtures from school	0
Wiring	40 7
3 batteries (250 AMP)	1,64ե
Charger controller	250
Miscellaneous (pipe, brackets, screws)	300
Shipping charges	200
	\$7,290

EXHIBIT