

REGULAR MEETING OF THE BOARD OF DIRECTORS
OF
WELLS RURAL ELECTRIC COMPANY
APRIL 19, 1974

A regular meeting of the Board of Directors of Wells Rural Electric Company was held in the Company office in Wells, Nevada on April 19, 1974 at 1:10 P.M.

The meeting was called to order by President James L. Ballard. Clarence C. Swett, Secretary, acted as Secretary of the meeting.

Upon calling the roll, the Secretary reported the following directors present: Arthur Grock, Thomas Achurra, William Gibbs, John Krenka, Jess Urresti, Eugene Pengelly, Clarence Swett, and Ray Crawford.

Absent were: Robert Wright and Vernon Dalton.

Also present were Manager Donald Snyder, Fred Toombs, Adrian Rattazzi and Engineer, Clarence Lee.

The minutes of the March meeting were discussed and a correction from the company attorney was read and is to be included in the minutes of the April meeting. (See attached)

The minutes were then approved.

Scholarships were then added to the Agenda.

Clarence Lee was present to discuss some work to be done on lines 3 & 4 in Wendover in conjunction with the Utah State Road Commission. It was explained that we would incur no cost on this project. A tie line between the two lines would also be built as State cost in order to cut down on outage time. We entered costs on this project last year but the State will now bear all costs of labor and material.

The Board agreed that we execute the agreement with the State as of this date. Motion was made by Eugene Pengelly. Seconded by William Gibbs. Motion carried unanimously.

Construction: Started re-phase of line to rodeo grounds for new lighting system. Run new services in Nevada and Utah. Crew went to Wendover to help Gibson for two days. Received a shipment of new poles Saturday, the 6th and also the 11th. Run in a 3 pole tap to Lane Miller trailer south of Wells. Removed pole from driveway to new Fourway Wholesale and inserted two new poles. Finished 3 phase line to Johns and Weeks pumps in Clover Valley. We have a stock pump to go in for R. Christensen in Ruby Valley. One for Lee Wilson at Jiggs and one for Vernon Dalton north of Wells and one for Spring Creek Ranch at Starr Valley. One lineman quit, April 1st to go back to Idaho. We are now looking for a new lineman. Run in new service for all electric trailer at Taylor Ranches in Clover Valley. Taylor also wants a new stock pump.

Power Use: Fred has spent most of the month aiding Don in getting oriented. We have requestt for six irrigation pumps, five stock pumps and four electric homes. Fred will report at meeting.

Sale of Diesel Engine: O'Brien Machinery Company has made a bid of \$8,000.00 for Engine F.O.B. on trucks of their own at Wells. We would be responsible for loading and handling costs. Our net would be about \$5,500.00.

The motion to take the offer by O'Brien was made by Tom Achurra. Seconded by Arthur Grock. Motion carried unanimously.

Settlement with Idaho Power Company: E.E. Haroldsen, Division Manager, W.H. Hanes, Division Marketing Manager, J.L. Johnstone, Division Electrical Supt. and J.W. Coryell, Supervisor of Contracts and Rates, from Idaho Power Company visited our Wells office on April 5, 1974. During the meeting, Mr. Coryell stated their (Idaho Power Company) legal department would respond to Wells Rural Electric Company's request for settlement later this summer.

Safety: Next Meeting on Tuesday, April 23rd at 8:00 A. M.

Pine Valley: Nothing new.

Membership Drive: Letters requesting that non-members apply will be mailed next week. After an interum period, Fred will personally contact those who do not apply by mail.

Budget: The budget, as drawn by Don and Fred, was explained to all present. Cost increases are the most important item considered, also are replacement and updating of equipment. The budget was approved as written. Motion by Eugene Pengelly, seconded by Jess Urresti. Motion passed unanimously.

A motion was made by Arthur Grock to assign James Ballard as our agent of responsibility to sign document to the Secretary of State, State of Utah. Tom Achurra seconded the motion. Motion passed.

The Board then made a resolution to accept Lee Engineering to inspect and certify work orders for REA acceptance. Eugene Pengelly made the motion. Ray Crawford seconded. Motion carried.

Scholarships: The forms are ready to be handed out. They are to be returned by May 15th.

Managers Report. (See attached Managers Report) Don thanked Fred for the help he had received since his arrival. He reported that John Miller and he discussed late billings and collections. He indicated that there is no existing problem. The account with J.D. Reynolds is to be written off in his name. We will attempt to collect this from Parker Construction Company. Fred is to attempt to get a contract with Reynolds for pumping rather than remove the line. The motion was made by Eugene Pengelly, seconded by Thomas Achurra, motion passed.

The final documents on the Jiggs-Lee conversion REA #254 were brought before the board for approval. Eugene Pengelly made the motion that we accept the reports. Arthur Grock seconded the motion. Motion carried.

A resolution to hire temporary help in the Engineering Department to do some updating on our maps was made by Eugene Pengelly, seconded by Jess Urresti. Motion carried.

The board thanked Fred for his help in sustaining the operation of the company during the period we had no manager.

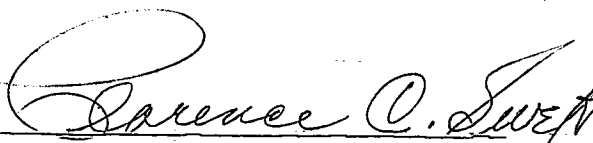
Fred reported on the energy conservation management conference held in Portland.

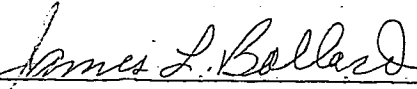
A motion was made to become a member of Ruralite Services by Jess Urresti. Motion seconded by Eugene Pengelly. Motion carried.

12 memberships from Wendover and 6 from Wells were approved by the Board. Motion made by Ray Crawford. Seconded by William Gibbs. Carried.

Some discussion on wage scale was held. It was decided that a decision would be postponed until the May meeting.

Meeting adjourned at 5:15 P.M.


Secretary, Clarence C. Swett


President, James L. Ballard

MEMBERSHIPS TO BE APPROVED

APRIL 19, 1974

WENDOVER

1. Robert W. Beck
2. Richard Beckstrom
3. Patrick M. Davis
4. Nita Hardy
5. Kenneth Nelson
6. Donald Race
7. Kathryn Raines
8. Dodie Reynolds
9. Robert Vidano
10. Sterling J. Warner
11. Cindy L. Wilcox
12. John Woolf

WELLS

1. Delynn C. Barton
2. Sophie L. Dick
3. Donald H. Snyder
4. Mitchell Supp
5. Patti Jo White
6. Joe Williams