

REGULAR MEETING OF THE BOARD OF DIRECTORS
OF
WELLS RURAL ELECTRIC COMPANY
AUGUST 18, 1972

A regular meeting of the Board of Directors of WELLS RURAL ELECTRIC COMPANY was held in the Company office in Wells, Nevada on August 18, 1972 at 1:00 P.M.

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

Upon calling the roll the Secretary reported the following directors present: James L. Ballard, Arthur Grock, Thomas Achurra, William Gibbs, Lourinda Wines, Vernon Dalton, Ray Crawford and Clarence C. Swett.

Absent were: Robert R. Wright, Jess Urresti, and Joe Quilici.

Also present were: Manager Blackett, F.T. Murphy, Fred Toombs, Rita Micheli, and Paul Kramer.

The minutes of the July meeting were approved as written.

James Ballard asked that Training School for new Directors be added to the agenda. This was approved.

Construction: Run three pole tap to new homes at State Line; three pole tap to Stonier new home; two pole tap for Len Wines shop; complete survey for Spratling second pump; completed eight mile for five stockwater pumps for Charles Evans; ran five new services.

Power Use: Preliminary work on extension to Tobar for Western Pacific and seven irrigation pumps for Westwood, Johns and Sorensen.

Bell Brand Ranch would like to install 250 HP irrigation pump and seven more pumps. New house will have 50 KW connected electric heat. Stonier house started. James Ballard reported voltage swings in O'Neil area. Apparently were system wide; Jeff Neff has problem with lights dimming.

Must make study on Contact, O'Neil line.

Financial report on Service Department showed that it was operating at a small profit this year with the work being quite current and no large back log of work.

Nominating Committee: Rita Micheli reported for the nominating Committee. The following were nominated for director; Ray Crawford, John Krenka, Thomas Achurra, Donald Dean, M. Jeffrey Dahl and Vernon Dalton.

Arthur Grock moved that the nominations be approved. William Gibbs seconded the motion. Motion passed.

Paul Kramer of N.R.E.C.A. Insurance Department presented the proposed change in the retirement plan which is from permanent life insurance to term life insurance. This will increase the benefits for employees.

Vernon Dalton moved that we adopt the term insurance plans and the Company to pay the added 1.3% plus the present 7½% with the employees paying the 3% as at present. Lourinda Wines seconded the motion. Motion passed.

Sale of Diesel Engine: None of people due to inspect engine have been here. Had one telephone call about it from International Power Machinery Co.

Doug Mitchell Line Extension: No News.

New Power Source: B.P.A. has signed contract so it is in effect.

City Street Lights: New Power rate received from REA. It proposes 2 cents per KWH and 1.2% facilities charge plus cost of maintenance. We are waiting to meet with City Council man in charge.

Insurance for Members: Nothing new.

Managers Report: Discussion of Administrative and General espense difference between lst 6 months of 1971 and 1972. Most of it was audit expense payment date.

Insurance policies up for renewal were discussed. To get the best rates we can with local agents.

Employee Attitude survey has been sent in.

Nevada Tax Commission notified us that our cash bond was not large enough and that a bond of \$830.00 was needed. A certificate of deposit was obtained from the bank and sent to them. We will recieve the interest from this.

The Annual Meeting was discussed. It will be Sept. 9, 1972 with registration at 7:30 P.M. and the meeting beginning at 8:00 P.M.

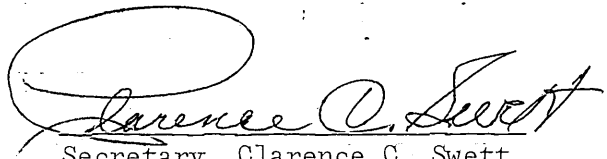
Money for door prizes to be \$600.00 and a beef, in addition, to be purchased and awarded as door prizes.

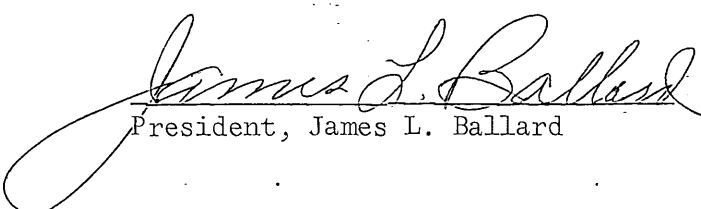
An Election Committee was appointed consisting of Mrs. Joe Riordon, Eloise McQueary, Mrs. Joyce Spratling, with Lourinda Wines as alternate.

This Committee is to meet in Bob Vaughan's office at 1:00 P.M. Sept. 1, 1972

28 William Gibbs moved that the 14 new memberships from Wells and the 14 from Wendover be approved. Motion seconded by Arthur Grock. Motion passed.

Meeting adjourned at 3:30 P.M.


Secretary, Clarence C. Swett


President, James L. Ballard

MEMBERSHIPS TO BE APPROVED

AUGUST 18, 1972

WELLS

1. Mary Anderson
2. Carpenter Ranches
3. Richard Garrison
4. Sharla Haack
5. Steve Hansen
6. Norman E. Hendrix
7. Ivan Jurey
8. James Munday
9. Don Nelson
10. Kenneth Noble
11. Andy L. Peterson
12. Billy Ray (The Ray's Bakery)
13. Keith Schrenk
14. E. T. Thweatt

WENDOVER

1. Zelma Arbaugh
2. Grace W. Beardslee
3. Ray R. Berg
4. W. F. Brown
5. Howard Durand
6. Manton L. Fincher
7. Ricky Fuller
8. Larry Hoffman
9. Mary Lou Nelson
10. Max E. Nielson
11. Dale Parker
12. Richard O. Peterson
13. J. W. Pilgrim
14. Scott W. Rawson

MEETING OF NOMINATING COMMITTEE

AUGUST 16, 1972

The Nominating Committee consisting of Blaine Sharp, Don Dean and Rita Micheli met in the Company Office at 7:20 P.M.

Don Dean was unanimously elected as chairman of the committee and Rita Micheli as secretary of the committee.

The following names were submitted: Vernon Dalton, Ray Crawford, M. Jeoffrey Dahl, John Krenka, Tom Achurra. Don Dean was nominated by Blaine Sharp.

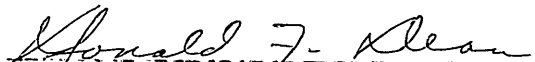
It was determined that all of them were eligible and qualified to serve as directors.

The names were drawn by lot for their respective place on the ballot.

They are as follows:

1. Ray Crawford
2. John Krenka
3. Tom Achurra
4. Don Dean
5. M. Jeoffrey Dahl
6. Vernon Dalton

The meeting adjourned at 7:40 P.M.


Don Dean, Chairman