

REGULAR MEETING OF THE BOARD OF DIRECTORS

OF

WELLS RURAL ELECTRIC COMPANY

AUGUST 21, 1970

A regular meeting of the Board of Directors of Wells Rural Electric Company was held in the Company Office in Wells, Nevada, on August 21, 1970 at 1:00 P.M.

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

Upon calling the roll, the Secretary reported the following directors present: JAMES L. BALLARD, THOMAS ACHURRA, RAY CRAWFORD, WILLIAM GIBBS, LOURINDA WINES, ROBERT WRIGHT, JOE QUILICI, JESS URRESTI AND CLARENCE SWETT.

Absent were: Arthur Grock, and Vernon Dalton came in later.

Also present were Manager Blackett, F.T. Murphy and Attorney Robert O. Vaughan.

The minutes of the July meeting were approved as written.

Bob Vaughan reported on the Federal Power Commission Hearing. Hearing Officer Ellis made a favorable report for us. He said that Idaho Power should pay back to us \$142,500 with 6% interest for the last ten years. This adds another \$85,000. Then they should file new rate schedules and sell to both companies at Wells at exactly the same rates and reflect one-third of this reduction. We have 30 days to file our acceptance of this decision. Then the Commission makes its decision. When the Commission makes its decision it will become effective. Idaho power is expected to file protests.

Bob Vaughan is to check on Nevada Rural Power Company plans for North Fork Tuscarora Area.

Clarence Lee was here and came in and reported on the North Fork Tuscarora project. They will not serve all consumers in certificated area. They will go to Wildhorse on one line and Jack Creek on the other. Will probably use aid to construction or high minimums to serve others.

Charleston area is left out and the I L Ranches. Staking will start in September. Bids will be let in December and work to start in January.

REA agrees with proposal.

Construction: Three phase lines were to State Line in Wendover. Part of old 2400 volt system converted to 7200. Installing several services for Indians at Lee. Repairing lightning damage. Line crew to hot line school in Burley.

Power-Use: Power use report in writing as Fred had to be in Wendover.

Working on power for Fish Hatchery in Ruby Valley, would require rephasing line for about 12 miles.

Calta mines is planning on more work. They are to contact us.

Fourway Service is planning expansion and will require more power.

Made survey for six stock water pumps in Metropolis area.

Still working on Doug Mitchell line extension to see what can be done.

A request was received from Wendover asking if WREC would donate wire and insulators and some other material to supply power for the scoreboard at the Little League Field.

Bob Wright moved that we donate the material requested for the Little League field, seconded by Jess Urresti. Motion passed.

The question of purchasing beef at Fair came up.

Tom Achurra moved that we purchase a 4H beef as in the past. Seconded by Lourinda Wines. Motion passed.

Sale of diesel engine: No News.

Annual Meeting: Everything is ready for Annual Meeting.

New Power Source: BPA has contacted Idaho Power Company but nothing else has been done.

Landscaping: Contractor that was to repair blacktop did not show up. Waiting on city for grade and side walk line so we can work on landscaping.

Nomination Committee Report: The Nomination Committee reported that four nominations were received and that they were all qualified. They were Clarence Swett, Joe Quilici, James L. Ballard, and Jeoffry Dahl (See attached minutes) The Nominating Committee consisted of Bud Supp, Russell Peavey and Warner Mitchell.

Bob Wright moved that the report of the Nominating Committee be approved. Seconded by Tom Achurra. Motion passed.

Managers Report: The request for \$300.00 to help underwrite the NARUC Convention was presented. This is an organization of the Utility Regulating Commissions.

Joe Quilici moved that the \$300.00 be given. Seconded by Bob Wright. Motion Passed.

Supplemental Finance Program of NRECA was tabled until next meeting.

A letter from Nevada Power Company regarding the request for increased capacity in the Jiggs-Lee line, was read. They propose an increase to 150kw at a cost of \$135.00 per month or 90¢ per kw. This contract to run to December 31, 1975.

It was suggested that they be contacted regarding the charge. We are to propose that we pay 90¢ per kw for the maximum demand reached. Payment to remain at this point until a higher demand is reached.

Vernon Dalton moved that Nevada Power be contacted with the proposal to pay 90¢ per kw for the maximum demand reached. Seconded by Jess Urresti. Motion passed.

The special charge in the Jiggs-Lee area was brought up, by Tom Achurra, and discussed.

Tom Achurra moved that the special charge in the Jiggs-Lee area be eliminated beginning with the August billing. Seconded by Ray Crawford. Motion passed.

23 Tom Achurra moved that the seventeen memberships from Wells and six from Wendover be approved. Seconded by Joe Quilici. Motion passed.

A letter from Robyn Calton thanking WREC for the scholarship was read.

Mr. Leon Taylor of Continental Life and Accident Company was admitted to the meeting.

He wished to notify the Board that his Company proposes to offer Medical Insurance to WREC Consumers.

After his presentation and discussion, Bob Wright moved that the letter the Insurance Company is to send to WREC consumers states that this insurance plan is not recommended or endorsed by WREC Board of Directors, but can be purchased by members or users of WREC power. Seconded by Lourinda Wines. Motion passed.

Meeting adjourned at 3:30 P.M.


Clarence C. Swett Secretary


Vernon Dalton President

MEMBERSHIPS TO BE APPROVED

AUGUST 21, 1970

WELLS

1. Jack F. Moyle
2. Hal W. Fisher
3. J.R. Corbett
4. Rae Cartwright
5. Harold Zimmerman
6. Doyle Littledyke
7. Val R. Gibbs
8. Scott Teuscher
9. Terri Peters
10. Karl L. Monson
11. J. Wm. Vaughan, Jr.
12. Robert Ruble
13. Robert V. Dodds
14. George Delaney
15. Bill Wilder
16. Robert R. Cool
17. Odell Miles

WENDOVER

1. Ora Jamison
2. Gary J. Heiselt
3. Thomas Hussey
4. Kirk Chadwick
5. Thomas R. Freeman
6. Eric W. Nielson

MEETING OF NOMINATING COMMITTEE

AUGUST 14, 1970

The Nominating Committee consisting of Bud Supp, Warner Mitchell and Russell Peavey met in the Company Office at 7:30 P.M.

Bud Supp was unanimously elected chairman of the committee.

The following names were submitted: M. Jeffry Dahl, James L. Ballard, Joe Quilici and Clarence Swett.

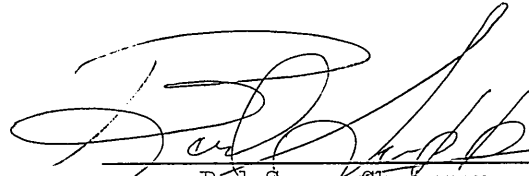
It was determined that all of them were eligible and qualified to serve as directors.

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

They are as follows:

1. Clarence Swett
2. Joe Quilici
3. James L. Ballard
4. M. Jeffry Dahl

The meeting adjourned at 8:10 P.M.



Bud Supp, Chairman