

REGULAR BOARD MEETING
OF
WELLS RURAL ELECTRIC COMPANY

December 20, 1974

The regular Board Meeting of the Board of Directors was called to order at 1:05 P. M. by President, James Ballard, in the Board Room at the Wells office of the Wells Rural Electric Company.

The following directors were present; Tom Achurra, Art Grock, Jim Ballard, Bob Wright, John Krenka, Jess Urresti, Vernon Dalton, Clarence Swett, Bill Gibbs, Ray Crawford, and Gene Pengelly. Also present were Don Snyder and Bud Calton.

INSURANCE: Don explained a Company Liability Insurance. Jess Urresti explained the necessity of this type of insurance for a Company and a Board of Directors. It was mentioned by Vernon Dalton that the Manager should be covered also. Bob Wright moved that Wells Rural Electric Company take out a Liability Insurance Policy on the Directors and Manager for one million dollars per occurrence. Art Grock seconded and the motion passed.

STREET LIGHTING: We are still waiting on the Nevada Public Service Commissions approval.

NEW SERVICE CENTER: Dean Jensen will, hopefully, be here for the January board meeting with the final specks and plans for our service center. We are still planning on advertising for bids in March.

NEVADA RURAL ELECTRIC ASSOCIATION: Vernon Dalton reported. All the by-laws and the charter have been drawn up and are in effect. The Association has met with the Nevada Tax Commission in an effort to try to get the taxation of Co-operative Utilitys changed. Vernon also explained some of the other things that the Association is doing. The dues to belong to the Association are 50¢ a meter and 1/10 of 1% of the gross revenue as of December 31. The motion to join the Nevada Rural Electric Association was made by Jess Urresti and Gene Pengelly seconded. The motion carried.

N.R.E.C.A.: Vernon Dalton also reported that the office of N.R.E.C.A. Director will be open next year. Someone from this area should be sent to the N.R.E.C.A Annual Meeting. The motion was made by Ray Crawford to send Vernon Dalton to New Orleans to the Annual Meeting. Gene Pengelly seconded the motion and it was approved.

COST OF LIVING: After the matter was fully discussed by the Board of Directors, Bob Wright moved that the annual cost of living increase review be moved to December, and increases, if any be effective January 1. The motion was seconded by Gene Pengelly and the proposition for a cost of living increase for employees be tabled. The motion carried.

AUDITORS: Don reported. He also wanted to be able to shop for new auditors if the bill for this years audit is over \$4,000. The Board of Directors gave its approval.

NEW BILLING MACHINE: There is a used Burroughs 5000 available to Wells Rural Electric Company at a gross cost of \$15,000. This is including the proگرامing and the first months paper. It will be able to handle an increased work load, if we have any new acquisitions. Vernon Dalton moved that Wells

Rural Electric Company purchase the used Burroughs 5000 billing machine. Bob Wright seconded and the motion was approved.

RAFT RIVER PROPERTIES: Don received a letter from the Manager of Raft River, Ed Schlender, with their Board of Directors concurrence to look into this acquisition.

MANAGERS REPORT: Don reported on a call from Bonneville Power on the closing of the Idaho Falls area office. Our area will now be served by Bonneville Power Administration from Wala Wala, Washington

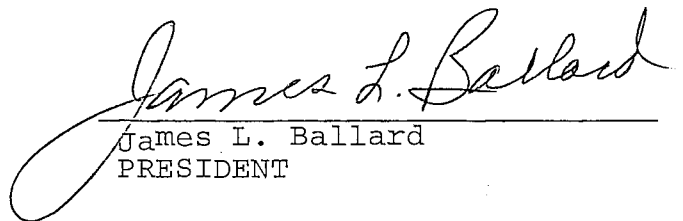
OLD SERVICE BUILDING: Art Grock mentioned that someone told him that the old building was going to be given to the Bow & Arrow Club. Don clarified the point that it would be sold by bids, when it was no longer in use by Wells Rural Electric Company.

²⁰ MEMBERSHIPS: There were 6 from Wells and 14 from Wendover. Vernon Dalton moved that they be approved and Ray Crawford seconded. The motion carried.

The meeting was adjourned at 3:00 P. M.



Clarence C. Swett
SECRETARY



James L. Ballard
PRESIDENT

MEMBERSHIPS TO BE APPROVED

December 20, 1974

Wells

1. Charles E. Dooley
2. Shell Edwards
3. Lee Goodman
4. Rudy Hesko
5. Hilario C. Lira
6. Chad Swett

Wendover

1. Rose Alvalle
2. Bobbi Andersen
3. Mary C. Baldwin
4. C. D. Benson
5. Rick Christofferson
6. Evelyn Clarke
7. Rufus L. Foster
8. Floyd Hinton
9. Birdie Neal
10. Barbara O'Shell
11. W. F. Rogers
12. Jerry Rueda
13. Edward E. Talone
14. Ken Vinson