

REGULAR MEETING OF THE BOARD OF DIRECTORS
OF
WELLS RURAL ELECTRIC COMPANY
FEBRUARY 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 February 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, Joe Quilici, Arthur Grock, Thomas Archurra, Ray Crawford, William Gibbs, Lourinda Wines, Robert Wright, Jess Urresti, Vernon Dalton, and Clarence Swett.

Absent: None

Also present was Manager Blackett.

The minutes of the January meeting were approved as written.

Construction: Completed new line to Ranch House; Five pole tap to Parsons Construction Co. in Utah; New four pole tap for housing area in Wells; new pole for transformer bank at Wagon Wheel; Tap for horse arena; New services Utah and Nevada; change for highway construction at Oasis completed; Working on transmission line at Pequop; all pipe and wire installed on underground distribution on Pequop.

Power Use: Fish Hatchery still not connected. Contractor has been notified that work must be started by February 15, and completed by March 18, or penalties will be imposed.

Nothing new on State Line.

New addition at Wagon Wheel will more than double consumption.

New houses for Garcia and Granoski have arrived and, also, low cost rental units.

Boise Cascade house problems have been discussed and we think they will soon be cleared up.

Camera equipment has arrived and Fred has begun preparation of report for Annual Meeting.

Sale of Diesel Engine: No News.

Doug Mitchell Line Extension: Nothing New. Waiting for Spring. Forest Service is making study.

New Power Source: Letter received from Carleson, President of Idaho Power Company, asking for clarification of our letter. Refers to Sections 1.1 and 1.2 of Contract.

He asks for a letter confirming that our letter is notice of termination and it is in accordance with Sections 1.1 and 1.2 of the Contract.

Letter has been referred to Attorney Vaughan. Nothing has been received from him.

Ed Kipp has been notified and will take it up with R E A.

Tom Phillips of B.P.A. has been notified and wonders why they want this letter. We will await answer from Attorney Vaughan.

Landscaping: Nothing New.

Insurance for Members: John Collett said a Company is coming out with a new proposal which he will present.

Margarite Calzacorta was in and we discussed it to some length. She will take it up with her Company.

Pius Nolz was in and we discussed the preliminary plans.

General Electric is updating the proposal for both highway and residential lighting. It was discussed with Ed Kipp as to rates and such. He thought if we used the 12% of cost it should be proper approach and when we had figures worked up we should send them to the R E A for approval.

Clarence Lee presented the Contract with Belgrade Enterprises for the line changes made necessary by highway construction at Pequop and Oasis. The total amount of the Contract \$46,253.06. Contractor bonded for about \$30,000.00.

Vernon Dalton moved that the Contract be accepted and the President and Secretary authorized to sign it. Arthur Grock seconded the motion. Motion passed.

Resolution

Managers Report: We are working with the school with on the job training for students. We have one boy and one girl working here at \$1.65 per hour. The girl will work for five weeks then we will have another one for five weeks.

Stock water pump extensions: This was discussed with Ed Kipp and he said this depended on the Co-op. Some try to make them pay out completely. Others go for area coverage and do not make them pay out.

A study will be made on all the pumps we have.

A new digger truck has been ordered.

Robert Wright moved that the three new memberships from Wells and the four from Wendover be approved. Jess Urresti seconded the motion. Motion passed.

The Employee Director Dinner Committee reported that the Annual dinner arrangements are coming along. Dinner will be held toward end of March. Probably March 24 at the Ranch House.

Jess Urresti brought up the scholarship program. It was discussed.

Jess Urresti moved that the scholarship program be continued.

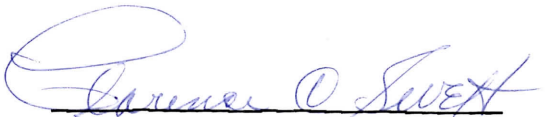
Discussion was had on the possibility of giving second year assistance.

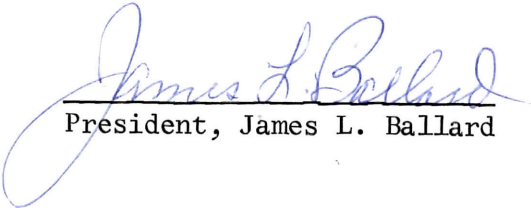
It was proposed that a policy be worked up on the scholarship program.

The motion was tabled until the next meeting.

Vernon Dalton brought up that communications with our members has fallen down. We have not had a news letter for some time.

Meeting adjourned at 2:35 P.M.


Secretary, Clarence C. Swett


President, James L. Ballard

RESOLUTION OF THE BOARD OF DIRECTORS

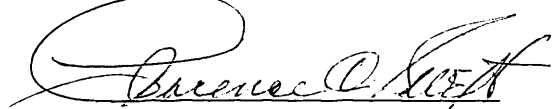
OF

WELLS RURAL ELECTRIC COMPANY

I hereby certify that I am the duly elected Secretary of the Wells Rural Electric Company, a Nevada corporation, and that the following is a true copy of a resolution duly adopted by unanimous vote of the Board of Directors of said corporation held in accordance with the By-Laws of said corporation, which meeting was held in the company office in the City of Wells, County of Elko, State of Nevada on the 18th day of February, 1972.

Resolved: That we approve the contract with Belgrade Enterprises for the line changes made necessary by Interstate 80 Construction at Pequop and Oasis.

In witness whereof, I have hereunto affixed my name as Secretary of said corporation and have caused the corporate seal of said corporation to be hereto affixed this 22nd day of February, 1972.



Clarence C. Swett
Secretary

MEMBERSHIPS TO BE APPROVED
FEBRUARY 18, 1972

WELLS

1. BELL BRAND RANCHES, INC. (W. L. PHILLIPS)
2. DUANE DURBIN
3. FRANK P. VASQUEZ, JR.

WENDOVER

1. BERNARD CARLTON
2. ARTHUR McALLISTER
3. HARRY D. TREADWAY
4. MICHEAL V. TUCKER