

REGULAR MEETING OF THE BOARD OF DIRECTORS
OF
WELLS RURAL ELECTRIC COMPANY

A regular meeting of the Board of Directors of WELLS RURAL ELECTRIC COMPANY was held in the company office in Wells, Nevada on February 19, 1971 at 1:00 P.M.

The meeting was called to order by D. Vernon Dalton, 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: VERNON DALTON, JAMES BALLARD, ARTHUR GROCK, THOMAS ACHURRA, RAY CRAWFORD, LOURINDA WINES, WILLIAM GIBBS, ROBERT WRIGHT, JESS URRESTI AND CLARENCE SWETT.

Absent was Joe Quilici.

Also present were Manager Blackett, F.T. Murphy and Fred Toombs.

The minutes of the January meeting were approved as written.

Robert Wright asked that group insurance for members of W.R.E.O. be added to the agenda. This was approved.

Federal Power Commission: Nothing New.

Construction: Line completed to Sharp stock water pump; survey to be made to a pump for Dalton and one for Winchell north of town; conversion to be made at A 1 in Wendover for new load; have had inquiry about running an extension northwest from the River Ranch. This is a land development deal with five houses at present and five more to be built by summer.

Power Use; Stateline may go back to work about March first. Work being done on A 1 and power requirements will about double.

Nothing new on Calta Mines.

No new information on Space Port at Wendover.

Three new electric homes for Wells are in process of being accredited for Gold Medallion.

Utah Rural Electric is working on environmental control of power line construction. They are working on a bill that would put this under the Public Service Commission. At the same time they are trying to get the debt equity clause eliminated from the original bill putting co-ops under the Public Service Commission. They are also trying to get the Public Service Commission staff increased by at least two accountants and are working for an increase in Commission salaries in order to attract a high class of personnel to the Commission.

They want help from all co-ops on lobbying for passage of the bill.

Bob Wright agreed to go and represent us.

Sale of Diesel Engine: Nothing New.

North Fork Tuscarora Area: Nevada Power is waiting for a letter from the Public Service Commission.

Doug Mitchell line Extension: Letter received from Dan Harvey asking about power to Cass House Peak. This would help to build to Mitchell. We have not answered the letter.

New Power Source: Nothing from B.P.A. Ed kipp was here and said we would be able to obtain power through Mt. Wheeler to serve outside the B.P.A. area.

Landscaping: Nothing done.

Utah Power Request for Wheeling: Letter and proposed rate and contract form received from R,E,A. They propose an annual minimum of \$500.00 with a rate of \$5.00 per KW year.

Kaiser Request for Reduction in Pump Minimums: Information sent to Kaiser and we have not received an answer.

Payment has been received from Kaiser for previous minimum billing.

Health Group Insurance for Members: Bob Wright said that he found that in the East and Midwest most of the Co-ops provide this. We could look through the insurance companies and pick what was thought best. The insurance company would handle it.

We will write to the Insurance Companies for information.

Managers Report: The \$100,000.00 note at the bank has been reinvested at an interest rate of $5\frac{1}{4}\%$. The bank will give insurance on our money in the bank by setting aside securities in the amount of \$200,000.00 as a guarantee on money we have deposited with them.

Ed Kipp was here to work on a load requirement study. Wanted to know how our bylaw review was coming along. Wanted to know if we were complying with the non discrimination law in our operation.

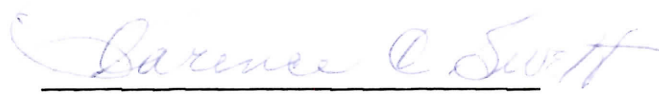
We may have more money to invest. It will be put in time certificates.


There is to be a Retail Rate Institute held in Minneapolis on March 8,9, and 10: In Denver May 17, 18, and 19: Columbus, Ohio November 8,9, and 10.

Report on Institute in Dallas: Bob Wright reported the institute was on planning and was prepared by John Myhre. You should try to look ahead as far as possible and plan for it. What will be our future problems and what can we do about them.

1 James Ballard moved that the one new membership from Wells and the six from Wendover be approved. Seconded by Arthur Grock. Motion Passed

Meeting Adjourned at 3:30 P.M.


Secretary Clarence C. Swett


President, D. Vernon Dalton

MEMBERSHIPS TO BE APPROVED

FEBRUARY 19, 1971

WELLS

1. Vernice Plotke

WENDOVER

1. Dean Beal
2. Harry S. Campbell
3. Jim's Enterprises, Inc.
4. Eligio Montoya
5. Rick Yancey
6. Donald Young