

REGULAR MEETING OF THE BOARD OF DIRECTORS

OF

WELLS RURAL ELECTRIC COMPANY

JULY 16, 1971

A regular meeting of the Board of Directors of WELLS RURAL ELECTRIC COMPANY was held in the Company Office in Wells, Nevada on July 16, 1971.

The meeting was called to order by James L. Ballard, Vice 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 BALLARD, ARTHUR GROCK, THOMAS ACHURRA, LOURINDA WINES, JESS URRESTI, CLARENCE SWETT and RAY CRAWFORD.

Absent were: Vernon Dalton, Robert Wright, Joe Quillici and William Gibbs.

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

The minutes of the June meeting were approved as written.

Arthur Grock asked that amortization of stock water pumps be added to the Agenda. This was approved.

Federal Power Commission Hearing: No news from the Commission. Letters have been written to Senator Bennet of Utah and to Mr. George Abbott, State Chairman of the Nevada Republican Party, asking them to see what they could do to get action from the Commission.

Construction: Hardware on Line 4 being tightened; Installed poles and wire at 4-Way Service due to expansion; Poles and arms replaced due to lightning damage; Contract work on three phase to Fish Hatchery completed July 12.

Power Use: Fish Hatchery expects to connect pump about the middle of August. Nothing new on State Line Hotel. Calta Mines still doing exploration work. Lime property near Moor is being explored and they intend to work on it. We are planning on hosting a hotline school for Ruralite this year. School to be in September or October.

Sale of Diesel Engine: Nothing new.

North Fork Tuscarora Area: Bids to be let on line July 28.

Doug Mitchell Line Extension: Murph and Tom Achurra made a trip to Cass House Peak in connection with this. Found it very rough going and need to take a look at the east side of the mountain. Will work up an estimate and routing as soon as possible.

New Power Source: Nothing has been heard from BPA.

Landscaping: Curb and gutter in. Will make arrangements for sidewalks and then have landscaping done.

Utah Power and Light Request for Wheeling: No work from them since proposed contract sent to them.

Kaiser Request for Reduction on Pump Minimum: Contracts in Bob Vaughan's hands for amending. No word from him.

Amortization of Stock Water Pumps: Arthur Grock asked if contracts for stock water pumps could be extended to ~~five~~ ^{ten} years with reduction of annual minimum. Figures to be worked up on this to see what can be done.

Annual Meeting: The date for the Annual Meeting is September 11. The Nominating Committee consists of Richard Dixon, Wendover, Emerson Neff, Ruby Valley and Del Thorne from Wells.

The terms of the following directors expire: Bill Gibbs, Bob Wright, Jess Urresti and Arthur Grock.

Notices of Nominations have been sent out.

Jess Urresti suggested that for future meetings, slides or movies of the work being done by the crew and anything showing the County that lines are in, and the conditions they work under, be taken and shown at the Annual Meeting.

This will be worked on. Six hundred dollars will be set up for door prizes.

Other things that would be of interest to members were discussed to be presented at Annual Meeting. Such as map of lines and service area-what BPA Power would do to our area.

Manager's Report: Insurance for Members: One letter received from John Q. Ryan Agency. Proposed \$50.00 deductible with Life Insurance optional. No underwriting required. Collections to be made by WREC. Want a survey to be made of members to see how many would be interested.

NRECA has been written to increase daily hospital rate to \$43.00 per day.

Interest on Meter Deposits: The last Legislature passed a law requiring interest on meter deposits be 1% over the average prime interest rate. The Public Service Commission set the rate at 8.9% for the period July 1 to December 31, 1971.

The 7200 Volt side of our substation is approaching capacity and we must take care of this.

Idaho Power's substation is reaching capacity. They propose to change transformers in October.

Twenty thousand dollars has been added to savings.

Mr. Dankowski has six tracts of land north of Ryndon. Would require 20 miles of line at a cost of about \$40,000. He wants to know if we could spread payment of advance; our line extension policy requires over ten years instead of requiring payment of it in advance.

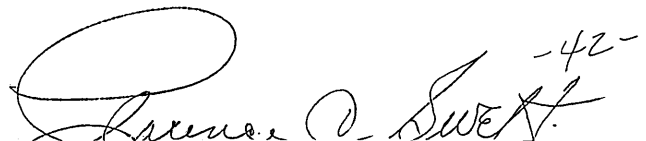
This area is outside our territory and also Nevada Power's territory.

13 Jess Urresti moved that the three new memberships from Wells and the ten from Wendover be approved. Seconded by Art Grock. Motion passed.

Meeting adjourned at 2:40 P.M.



President, D. Vernon Dalton



Secretary, Clarence C. Swett

MEMBERSHIPS TO BE APPROVED

JULY 16, 1971

WELLS

1. George Carlson
2. Bud Rutherford
3. Gary Stafford

WENDOVER

1. Scott Amis
2. Patricia Bowman
3. Roque Esperanosa
4. James A. Forst
5. Rick L. Gentry
6. Ralph W. Greene
7. Ralph Linville
8. Edgar Moon
9. Harvey Morley
10. Gaylen Palmer