

WELLS RURAL ELECTRIC COMPANY

Regular Meeting of the Board of Directors

A regular meeting of the Board of Directors of WELLS RURAL ELECTRIC COMPANY was held at the company office in Wells, State of Nevada at 7:30 o'clock P.M. on the 12th day of June, 1961.

The meeting was called to order by ROBERT R. WRIGHT, President, who presided, and JOHN W. MOSCHETTI, Secretary, acted as secretary of the meeting.

Upon calling the roll, the secretary reported the following directors were present: ROBERT WRIGHT, VERNE DALTON, JIM BALLARD, CHARLES READ, HERBERT UHLIG, CLARENCE SWETT, EYER BOIES, ROGER SMITH, ARTHUR GROCK AND JOHN MOSCHETTI. Absent was BLAINE SHARP. Also present was Manager George Blackett.

The secretary read the minutes of the last meeting which were approved with the following exception: In the case of Jiggs-Lee area it should be shown that money was being requested for this area but service would be dependent upon locating a source of power and feasibility being met.

The financial report was given by Manager Blackett and approved.

There is a balance of \$41,055.45 in the construction fund and to date we have been unable to pay contractor's balance since REA Engineer Dangerfield has not accepted final documents as approved by the Board. Also Dangerfield desires another statement from General Cable about wire damage.

Charles Read said that a meeting would be held in the near future on the office policy rules and regulations.

Chairman Blackett reported on trip taken by Robert Wright and himself to investigate Knoll Creek Experiment station and Harvey Hale ranch.  $4\frac{1}{2}$  miles to Knoll Creek and with work by them it appears minimum rates would qualify. On Hale line it would require approximately 8.7 miles of line and possibility of picking up some seasonal pumping and railroad houses. Try to get word from railroad section users and Salmon River on pumping.

Letter from Attorney Vaughan was read and changes recommended for the Deeth and O'Neil agreement forms were approved by motion made by James Ballard, seconded by Roger Smith.

Another letter from Attorney Vaughan concerning the agreement with Bonneville Limited in which we could expect them to pay more in early years rather than a minimum for 10 years was referred to the Manager to check closer into the LP user rates.

Chairman Wright reported on the status of our loan in Washington and said that we should hear something in the next 10 days. When our application is approved there will be a stop order on the moneys until the following six items are done: (1) Sign up Jiggs-Lee area, (2) Execute special contract with Deeth users, (3) Sales agreement with McCloud, (4) Franchise in Utah, (5) Contract with Bonneville, Ltd, and (6) Statement from other large users that they would be users. At the present time the work is done on O'Neil section but bids can not be let since stop order applies to all moneys in loan application.

✓ Six membership applications were approved. ✓

James Ballard, Chairman of the Section 5 committee reported that his group had met and formulated plans subject to Board's approval. Dealers will be limited to Elko County, \$2500. maximum loan, 36 months to pay, 5% interest, 20% down payment, minimum payment monthly \$10, limited to non-commercial users. To date there has been one inquiry but no loans made.

Following discussion and motion duly made by Verne Dalton and seconded by Charles Read it was approved that we join the NREC group and pay our dues.

Charles Read moved and Verne Dalton seconded that the Manager attend the Manager's Institute this summer. Carried.

Adjourned at 9:50 P.M.

*Robert R. Wright*  
Robert R. Wright, President

John W. Moschetti, secy. - 18 -