

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

March 14, 1975

The regular meeting of the Board of Directors was called to order at 1:00 PM on Friday, March 14, 1975, by President Jim Ballard.

Those present were: Art Grock, Ray Crawford, Bill Gibbs, John Krenka, Bob Wright, Gene Pengelly, Jess Urresti, Jim Ballard, Absent were: Tom Achurra, Vernon Dalton and Clarence Swett. Also present were: Don Snyder, Adrian Rattazzi, Elner Rutherford, Bud Calton, Steve Parish and Ted McPhee.

The minutes of the previous months meeting were approved as read.

Additions to the Agenda: Don Snyder had Scholarships added and Bob Wright had an addition.

Auditors: Ted McPhee and Steve Parish gave the Auditors Report. Ted commented on how well things had been done. Gene Pengelly moved to approve the Audit, and Bob Wright seconded. The motion was approved.

Construction: Adrian Rattazzi reported on all of the jobs that have been completed this past month. Earl has gone to Carlin and he is taking inventory. Adrian mentioned what a good job he is doing. Devils Gate is coming along pretty well, except for the right-of-ways. A new lineman was hired, Mr. Jerry Cushman. The Jiggs - Lee line was also discussed.

Devils Gate Area: They are getting more people interested in receiving electrical service in that area.

Settlement With Idaho Power Company: A letter was received in acknowledgement of our letter sent through Bob Vaughn.

Carlin/Pine Valley: The Wells Rural Electric Company proposal was unanimously approved at the last Carlin City Council Meeting. Earl Toombs is taking inventory in Carlin; a journeyman lineman has been located; Bob Vaughn has written to REA to inform them of our intentions; and Ed Kipp will be here the 31st of March. Construction is not expected to begin until early 1976. The representation of Carlin on the Board of Directors was discussed. The present situation of where we will get power into Carlin was also discussed.

Tent Mountain: Nothing new.

New Service Building: The plans have been submitted to REA.

Raft River Properties: Nothing new.

Hydro Plant: The City of Wells has agreed to furnish land and some manpower to get the job done.

Review of Operational Charts: Don showed, and explained the charts, which were drawn by Richard Loveland.

Memberships: Gene Pengelly moved that the 10 Wells memberships and the 14 Wendover memberships be approved. Art Grock seconded the motion and it carried.

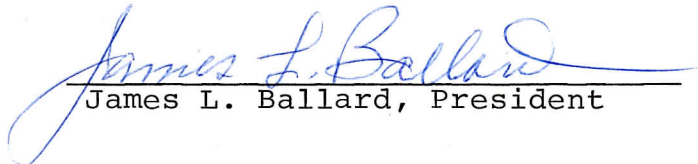
Managers Report: Don reported on business in the office. He explained his trip to Portland to meet with BPA. The BPA Nuclear Power Plants were discussed. Gene Pengelly moved to reserve the right to participate before the drafting of the final agreement. Art Grock seconded and the motion was approved. A car was leased for Don because the Carlin acquisition left one car short. Gene Pengelly moved it so be and Bob Wright seconded. The motion was approved.


Scholarships: The standing committee is Jim Ballard, Bob Wright, Ray Crawford and Don Snyder. The applications will be sent to the schools. Roy Smith will be contacted on the Jiggs-Lee Area, Ruby Valley and Arthur Route graduates going to school in Elko.

Line Extension Policy: Bob Wright moved that all consumers desiring service, be it an individual, company, corporation, state entity, or federal entity, all be treated according to our adopted policy. Gene Pengelly seconded and the motion was approved.

The Managers Appraisal Committee then discussed its findings with the manager and the board of directors.

The meeting was adjourned at 5:30 PM.


James L. Ballard, President


Jess Urresti, Assistant Secretary

MEMBERSHIPS TO BE APPROVED

March 14, 1975

Wells

1. Lory Bowen
2. Kit DiSalvo
3. Ballard Merrick
4. Erwin Nelson
5. George Papuga
6. Neal P. Read
7. Elner R. Rutherford
8. J. Jesus Salazar
9. Stephen V. Sims
10. Terri Barger

Wendover

1. Tom Baker
2. Graciela Dorado
3. Rex Frazier
4. Steve Hinton
5. Frederick D. Hubbard
6. Harry D. Jones
7. Warren Marks
8. Jaime Olney
9. Mary Pando
10. SaDonna Richards
11. Linda Rosevear
12. Charles O. Rymer
13. Debra Spillman
14. Jean L. Vincent

~~EXCERPTS FOR MINUTES OF MEETING~~

The next business to come before the meeting concerned the matter of the D4 Loan Application to the Rural Electrification Administration to borrow the sum of \$725,000. On motion duly made and seconded, it was unanimously,

(by Clinton Ballard)

*By
Clinton
Ballard*

1. RESOLVED that the Cooperative borrow from United States of America an additional amount not to exceed \$725,000; and
2. RESOLVED that the Cooperative construct and operate additional electric transmission, distribution and service lines, together with all necessary appurtenances, and along such routes as shall be approved by the Administrator of the Rural Electrification Administration for the purpose of furnishing electric energy to consumers not receiving central station electric service; and
3. RESOLVED that the President JAMES L. BALLARD, is hereby authorized on behalf of the Cooperative to execute and deliver under its corporate seal, which the secretary is directed to affix and attest:
 - (a) as many counterparts as shall be deemed advisable of an agreement with United States of America, acting through the Administrator of the Rural Electrification Administration, substantially in the form of the agreement submitted to this meeting; and
 - (b) a note payable to the order of the United States in the principal amount of \$725,000 bearing interest at the rate of two per centum (2%) per annum and providing for the payment of the indebtedness evidenced thereby within 35 years after the date thereof, substantially in the form of the Note submitted to this meeting; and
 - (c) as many counterparts as shall be deemed advisable of a mortgage to United States of America, substantially in the form of the mortgage presented to this meeting;

with such changes in the forms of the agreement, note and mortgage as the President James L. Ballard shall deem advisable.

EXCERPT FOR MINUTES

The next matter to come before the meeting concerned the matter of an application to the Public Service Commission of Nevada for approval of the loan from the Rural Electrification Administration and particularly for an Order Authorizing and Approving the Issuance of Security for the proposed loan in the sum of \$725,000. The proposed application was reviewed by counsel. On motion duly made by Director Sweet and seconded by Director Wright, it was unanimously,

RESOLVED: That application be made to the Public Service Commission of Nevada for an Order Authorizing and Approving the Issuance of Security relating to the loan of the Rural Electrification Administration in the sum of \$725,000, and that the President and Secretary of the corporation are authorized to execute the application and take all action necessary to secure said authorization and approval.