

REGULAR MEETING OF THE BOARD OF DIRECTORS

OF

WELLS RURAL ELECTRIC COMPANY

15 MARCH 1968

A regular meeting of the Board of Directors of WELLS RURAL ELECTRIC COMPANY was held in the Company office in Wells, Nevada on 15 MARCH 1968 at 1:00 P.M.

Upon calling the roll the secretary reported the following Directors present: ROBERT R. WRIGHT, JAMES L. BALLARD, C. C. SWETT, MRS. J. B. WINES, RAY CRAWFORD, VERNON DALTON, ARTHUR GROCK, TOM ACHURRA, EYER BOIES, AND MATT SMITH.

Also present were: Manager Blackett, Fred Toombs.

ABSENT WAS: C. C. Read

The minutes of FEBRUARY 1968 were approved as corrected: page 2, paragraph 6 "Policy Manual" be inserted instead of "Loan Fund Policy".

8 MOTION made by C. C. Swett and seconded by R. Crawford, that the new memberships be approved. Motion passed. There were six names for Wells and 2 for Wendover.

It was announced that we are definitely included for BPA Power. Manager Blackett explained the contract which he, Bob Wright and Mr. Bob Lee of BPA discussed on 17 February 1968.

The contract allows for 151 megawatts with delivery points at Minedoka and other areas. The capacity would be increased by 7% per year until 1986 then 85 would be 515 megawatts. The contract beginning in 1968 could be terminated by 3 years notice. Getting an increase in capacity for large industrial loads was the major concern. Anything above 10 megawatts is considered a large load.

MOTION made by V. Dalton and seconded by C. Swett that we apply to BPA for power to be delivered at such time as we become eligible. Motion passed.

It was suggested that we contact Bob Hogg to ask him if they would wheel power to us 5 years earlier than 1975 in return of settlement on the hearing. This procedure should also be checked out with Attorney Vaughan.

Concerning furniture for the building, it was brought out that the 21st of March has been set up to go into Salt Lake and look at furniture.

Fred Toombs reported on the new Service Department. He stated that there will be a charge of \$5.50 per hour for the servicing of appliances. This fee will help to cover mileage expenses. Fred asked for a 20% mark up on all items that we sell. Small appliances will be brought into the office and repair work on large appliances will be accumulated for the outlying areas so that only one trip need be made.

MOTION made by Matt Smith and seconded by J. Ballard that Fred be allowed to run the Service Department as he thinks best for three months and then report back to the Board. Motion passed.

It was requested by Fred that a 2-way radio be installed in the new service truck. The last two way radio cost approximately \$1,050.00.

MOTION made by V. Dalton and seconded by C. Swett that Fred be authorized to purchase a two way radio for the service truck. Motion passed.

The Rate Study was then taken up by the Board. Manager Blackett passed out copies of the old Irrigation Schedule and explained the new one.

MOTION made by J. Ballard and seconded by T. Achurra that we accept the Irrigation Schedule with the statement that a telephone call to request that pumps be shut off for not more than 4 hours may be necessary. Motion passed.

A verbal report of three-phasing Line 7 was then presented to the Board. Clarence Lee of Associated Engineers gave information to three phasing the line to the Sun Creek Ranch. Manager Blackett recommends that we three phase this line only if we can get firm contracts.

Fred also brought out that Bob Stanhope would like a three-phase line to his ranch. Fred requested that the Board keep this in mind.

The Small Commercial Rate was then discussed by the Board. It was decided to table this discussion until the next meeting and at that time more information will be brought back.

MOTION made by M. Smith and seconded by R. Crawford that we reduce the Small Commercial Rate to 1.5 plus all over 8,500 KW usage. Motion passed.


A report given by Fred on the Wendover building brought out that the contractor will start the first of April. Volco Builders are going to do the job.

The information on insurance will be given at the next meeting.

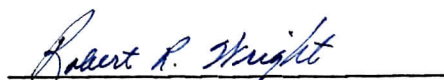
Manager Blackett gave a brief report about obtaining loan funds. He stated that all the papers have been received on our new building and application can now be made.

A report of the Institute in Dallas by those who attended will be given next month.

The meeting was adjourned at 4:15 P.M.


Clarence C. Swett, Secretary

APPROVED:


Robert R. Wright, President

WELLS RURAL ELECTRIC COMPANY

WELLS, NEVADA 89835

MEMBERSHIPS TO BE APPROVED MARCH 15, 1968

WELLS

John H. Martin
Jerome H. Richards
William Rodriguez
Leonard Rood
Nona Vasquez
Joe S. Williams

WENDOVER

Samuel R. Hill
Jim H. Holder