

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 in the Company office in Wells, State of Nevada, at 7:30 o'clock P. M. on the 19th day of March 1964.

The meeting was called to order by ROBERT R. WRIGHT, President, who presided, and C. C. READ, Assistant Secretary, who acted as secretary.

Upon calling the roll, the secretary reported that the following directors were present: ROBERT R. WRIGHT, JAMES L. BALLARD, C. C. READ, CLARENCE C. SWETT, VERNON DALTON, TOM ACHURRA, ROGER SMITH and OLIVER SHARP. Absent were ARTHUR CROCK AND EYER BOIES. Also present were Manager George Blackett and Mr. Ferris Gilkey and Ray Foleen of Bonneville Power Administration.

The secretary read the minutes of the last meeting and they were approved as read.

President Wright then called on Mr. Gilkey to report on BPA.

Mr. Gilkey explained that present legislation before Congress will probably include WREC in the BPA service area and that power cost would be about  $3\frac{1}{2}$  mills per KWH at the Columbia River basin divide (about 25 miles north of Wells). This would be possible with the passage of S1007 Senate bill. BPA is presently negotiating with Idaho Power Company for a wheeling or exchange agreement making it possible for them to sell power in southern Idaho and northern Nevada. The discussion resolved that the best course of action at the present time would be to wait until S1007 passes at which time BPA may have completed a wheeling or exchange agreement with Idaho Power Company.

Manager Blackett gave the current cash report and presented the annual current report. Also the annual supplement to the financial report and the January financial report.

A letter from Mr. Charles W. Fitch, of REA, requested that the money received from the sale of two diesel engines be sent to REA as a special payment on the loan. This was approved.

A copy of a letter from Irving Rand to Mr. Diddle regarding the C. W. Brown contract was read.

James Ballard proposed the Group Insurance daily hospital room rate be raised from \$17.00 to \$21.00. This was approved and referred to the employees for their approval.

A letter from the Southern Pacific Company offering a right-of-way for the transmission line to WENDOVER for \$500.00 was read. Oliver Sharp moved that this offer be accepted. Seconded by James L. Ballard. Passed.

A letter from Kaiser Aluminum and Chemical Corporation was read notifying WREC of the change of ownership of Bonneville Potash and requesting elimination of the bond. After discussion it was decided that the bond should be retained.

z 3 Three new memberships were approved.

Manager Blackett reported that the cost of the proposed emergency generator setup would be about \$10,000.00 for one unit and \$15,000.00 for two units. Vernon Dalton moved that due to the cost involved that the project be tabled. Oliver Sharp seconded the motion. Motion passed.


A request was received from Mr. Schlender of Raft River that the directors write their Senators and Representative regarding a proposed southern Idaho transmission line from Bonneville dam.

A discussion on salaries was held and it was decided that the March 1963 salary basis is to be maintained with adjustments of linemens wage to \$3.02, or 80% of \$3.78 the average linemens wage for the Northwest Power Pool.

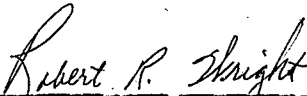
A proposed agreement with California-Pacific Utilities on pole use in the

Jiggs-Lee area was discussed. A committee to be appointed to discuss changes with Cal-Pac on items not properly covered, i.e. rates, depreciation schedule, years of use and treatment of new customers. Manager Blackett to write and set up a meeting with Cal-Pac. A committee was appointed for this meeting consisting of Bob Wright, Tom Achurra and C. C. Read.

Meeting adjourned at 11:15 P. M.

  
C. C. READ, Acting Secretary

Approved:

  
ROBERT R. WRIGHT, President

WELLS RURAL ELECTRIC COMPANY  
WELLS, NEVADA

MEMBERSHIPS TO BE APPROVED MARCH 19, 1964

WELLS

Paul F. Garcia

WENDOVER

Edwin E. Foglesong

Barbara Parks