

SPECIAL MEETING OF THE BOARD OF DIRECTORS

OF

WELLS RURAL ELECTRIC COMPANY

12 May 1967

A special meeting of the Board of Directors of WELLS RURAL ELECTRIC COMPANY was held in the Wagonwheel Hotel in Wells, Nevada on May 12, 1967 at 2:00 P.M.

The meeting was called to order by Robert R. Wright, President who presided and Clarence Swett, Secretary, acted as Secretary of the meeting.

Upon calling the roll, the Secretary reported the following Directors present: ROBERT R. WRIGHT, ART GROCK, EYER BOIES, TOM ACHURRA, and RAY CRAWFORD. Absent was ROGER SMITH. Also present were Manager George Blackett, Power Use Advisor Fred Toombs and Consulting Engineer Roland Kampmeier.

Mr. Kampmeier was present to discuss the proposed new rate schedules. He feels that the new schedules will work out.

The possibility of a Bonneville Potash Plant Shutdown was discussed as to the adverse effect on revenue.

The attitude of REA toward the effect of the new schedules on revenue was discussed by Mr. Kampmeier. He felt that they might be hard to convince but said they had approved similar schedules.

Manager Blackett reported that the Federal Power Commission indicated that they thought we should be able to get a mill to $1\frac{1}{2}$ mill reduction in cost of power from Idaho Power which would make the new rates look better.

The possibility of receiving loan funds to cover new building and new lines was also brought out.

Mr. Kampmeier felt that the new Idaho Power proposal should not be considered.

Mr. Kampmeier did not think that special water heater rate is justified. Elimination of the 9¢ block in the present rate compensates for it.

Elimination of .05, .054 rates amounts to about \$3,000.00 per year.

Tom Achurra raised the question of the \$3.00 surcharge for Jiggs-Lee users. Mr. Kampmeier thought that this charge was justified in view of the transmission fee charged by Nevada Power Co.

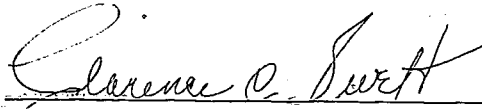
Mr. Kampmeier volunteered to contact FPC on the wholesale power rate and REA on acceptance of the proposed rate schedules at an estimated cost of \$500.00

A discussion was held on a penalty on past due accounts. Discussed was 10%, 1% per month, 1% plus 1.00 and 1% with a minimum of \$1.00.

C. C. Read moved that the rate schedules be put on next Friday's Agenda to resolve minor problems and present corrected schedule to Mr. Kampmeier to act on in Washington. Seconded by Jim Ballard. Motion passed.

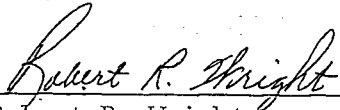
Bob Wright suggested that Ed Kipp's service be used if possible in expediting approval of the rate schedules.

Meeting adjourned at 5:00 P.M.



Clarence S. Swett
Secretary

Approved by:



Robert R. Wright
President