

REGULAR MEETING OF THE BOARD OF DIRECTORS
OF
WELLS RURAL ELECTRIC COMPANY
MAY 21, 1971

A regular meeting of the Board of Directors of WELLS RURAL ELECTRIC COMPANY was held in the Company office in Wells, Nevada on May 21, 1971 at 1:00 P.M.

The meeting was called to order by D. Vernon Dalton, President, who presided and Clarence C. Swett, Secretary, acted as secretary of the meeting.

Upon calling the roll the Secretary reported the following directors present: Vernon Dalton, Arthur Grock, Thomas Achurra, Robert Wright, Jess Urresti, Joe Quilici, Ray Crawford, Clarence Swett, Lourinda Wines and William Gibbs.

Absent was James Ballard.

Also present were: Manager Blackett, F.T. Murphy, and Fred Toombs.

The minutes of the April meeting were approved as written.

Arthur Grock asked that Tent Mountain be added to the Agenda. This was approved.

Federal Power Commission Hearing: No News.

Construction: Five poles replaced in Lee and Wendover due to lightning damage. Installed sign in Wendover; Ran five pole tap for Lee Wilson new house in Lee; Tap for Crane Pump; Changed Four Way Cafe tap; Security lights in Wendover; Service to new service station on Salt Flats.

Power Use: State Line work not started. Calta Mines to do more exploration. Possible 100 H.P. irrigation pump at old Raymond Gardner place in Ruby Valley. Contract with Nevada Fish and Game Department for 75 H.P. motor signed. Service must be very reliable as they cannot stand over a 15 minute outage. Possible electric heat for some new houses in Wendover.

Application received for irrigation pump in Jiggs Lee area. Unable to service it from single phase line. Study to be made to determine if we can 3 phase the line.

Sale of Diesel Engine: One inquiry from O'Brien Machinery Company.

North Fork Tuscarora: Nevada Power has received letter from Public Service Commission that was agreeable. They are preparing to start working on it.

Clarence Lee reported that their attorney is preparing papers to submit to R.E.A. to release money.

Doug Mitchell Line Extension: No News

New Power Source: Bill Claggett and E.G. Asp representing B.P.A. reported. They stated that they could only serve us if we had no generation of our own and did not serve any consumers outside the 75 mile limit on the area. It would not be possible to obtain power from another source to serve outside the area.

The two delivery points possible would be Upper Salmon, from which point we would have to have a wheeling agreement with Idaho Power Company, or at Wells. Delivery at Wells would give an annual power cost of about \$90,000. and a KWH cost of 3.08 mills. Delivered at Upper Salmon would give an annual cost of \$106,000 plus wheeling charges to Wells. They estimate about 4.49 mills total delivered at Wells.

If delivered at Upper Salmon it would cut our power costs about 50% from our present cost.

B.P.A. told Idaho Power Company that delivery at Upper Salmon did not meet their policy. They said they would consider it and take it up further.

Landscaping: Nothing New. Waiting on curb and gutter work.

Utah Power and Light Request for Wheeling: Nothing has been received from them.

Kaiser Request for Reduction in Minimum: Has been given to Bob Vaughan to write a new contract. Have not heard from him.

Scholarship Committee Report: Clarence Swett reported that the Scholarship Committee would go to Wendover to interview the applicants at 9:00 A.M. May 24, and interview the applicants at 2:00 o'clock that afternoon. It has been reported that there were six applications from Wendover and six from Wells.

Managers Report:

Tent Mountain: November 21, 1969, minutes state that a delegation requested we build the line and support them as much as possible. They would like the line to be donated and they would pay for the power used. The line is to be surveyed and set up on the regular line extension policy. The December meeting said the line was completed and they would be billed. This will be looked into and the association contacted.

REA has made a new power requirement study and asks for its approval.

Bob Wright moved that the revised power requirement study be approved.
Seconded by Jess Urresti. Motion passed.

No replies have been received on insurance for members.

Board Members pay is to be increased by same percentage as employees payroll.

George, Fred, and Vernon reported on the Retail Rate Institute they attended in Denver.

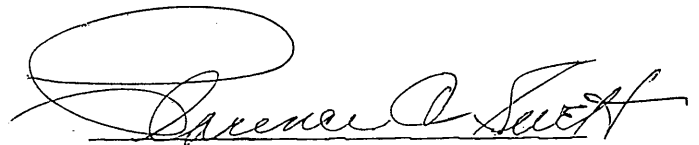
A nominating Committee is to be chosen at the next meeting. Board members expiring are: Robert Wright, Arthur Crock, William Gibbs and Jess Urresti.

23 Thomas Achurra moved that the seventeen new memberships from Wells and the six from Wendover be approved. William Gibbs seconded the motion.
Motion passed.

Meeting adjourned at 4:05 P.M.



President, D. Vernon Dalton



Secretary, Clarence C. Swett

RESOLUTION OF THE BOARD OF DIRECTORS


OF

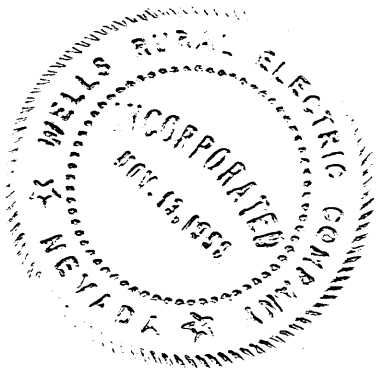
WELLS RURAL ELECTRIC COMPANY

I HEREBY CERTIFY that I am the duly elected Secretary of the WELLS RURAL ELECTRIC COMPANY, a Nevada Corporation, and that the following is a true copy of a resolution duly adopted by unanimous vote of the Board of Directors of said Corporation at a regular meeting of the Board of Directors of said Corporation held in accordance with the By-laws of said Corporation, which meeting was held in the Company Office, in the City of Wells, County of Elko, State of Nevada on the 21st day of May 1971.

RESOLVED: That the revised KWH Certification Study dated March 3, 1971, after being reviewed by the Board of Directors, was approved as being satisfactory.

IN WITNESS WHEREOF, I have hereunto affixed my name as Secretary of said Corporation and have caused the Corporate Seal of said Corporation to be hereto affixed this 15th day of June 1971.


Clarence C. Swett, Secretary



MEMBERSHIPS TO BE APPROVED

MAY 21, 1971

WELLS

1. Hugh M. Badwin
2. James A. Byers
3. Abel D. Garcia
54. Lloyd Hildestad
5. Stanley E. Johanningsemier
6. Robert Ray Johnson
7. Andrew C. Knudsen
8. E. C. Leutzinger
9. Sammy Long
10. Marvin L. McDade
11. Arlo McDaniel
12. Danny Marler
13. Roy W. Noyes
14. Robert Probert
15. Jim Sealy
16. Dr. James R. Snedeker
17. R. Jeff Williams

WENDOVER

1. William R. Brown
2. Mike J. Hickey
3. Fred M. Kyle
4. David H. Parks
5. James P. Rudisill, Jr.
6. Roy Stone